



**SOUTH DAKOTA
BOARD OF ACCOUNTANCY**

301 E. 14th Street, Suite 200
Sioux Falls, SD 57104
(605) 367-5770 / Fax: (605) 367-5773
e-mail: sdbdacct@sdbd@midconetwork.com
www.accountancy.sd.gov

Agenda
South Dakota Board of Accountancy Meeting
Conference Call
9:00 a.m. (CT)
September 17, 2012

A=Action

D=Discussion

I=Information

Page

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|---|-------|
| A-Approval of Minutes of Meeting August 15, 2012..... | 2-4 |
| A-Approval of Certificates & Firm Permits..... | 5-6 |
| A-Financial Statements through August 2012..... | 7-17 |
| D-Executive Director's Report..... | 18-19 |

NASBA

| | |
|---------------------------------|-------|
| Candidate Care Report 2Q12..... | 20-22 |
|---------------------------------|-------|

EXECUTIVE SESSION

| | |
|---|-----------|
| Equivalent Reviews, South Dakota Reviews and follow ups for Board Approval..... | Spt. Pkt. |
|---|-----------|

FUTURE MEETING DATES (all times CT)

October 15 – 8:30 – Tentative (Pierre)



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South Dakota Board of Accountancy Meeting
Minutes of Meeting
Holiday Inn City Centre – Conference Room
August 15, 2012

The Board of Accountancy held a meeting at the Holiday Inn City Centre – Conference Room in Sioux Falls, SD on Wednesday, August 15, 2012. Chair Holly Brunick called the meeting to order at 8:35 a.m.

The following members were present: Holly Brunick, David Olson, John Linn, Jr., John Mitchell, and John Peterson. Marty Guindon joined the meeting via conference call. A quorum was present.

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

A motion was made by David Olson and seconded by John Linn, Jr. to approve the election of Board officers as follows: John Mitchell -Chair, John Linn, Jr. -Vice Chair, and John Peterson-Secretary/Treasurer. The motion unanimously carried.

A motion was made by John Linn, Jr. and seconded by John Mitchell to approve July 16, 2012, meeting minutes. The motion unanimously carried.

A motion was made by John Mitchell and seconded by John Linn, Jr. to approve the issuance of individual certificates and firm permits through August 10, 2012. The motion unanimously carried.

A motion was made by David Olson and seconded by John Mitchell to approve the financial statements through July 2012. The motion unanimously carried.

Ted Lodden, NASBA Regional Director joined the meeting at 8:46 a.m.

Ted Lodden gave a presentation on the key issues with NASBA. The Board complemented Ted on his work as the Regional Director and is pleased that NASBA is becoming more member driven.

Ted Lodden left the meeting at 9:45 a.m.

The Board presented David Olson with a certificate of appreciation for his years of service to the Board as his appointment ends October 30, 2012.

The Board discussed the annual conference for NASBA which will be held October 28-31, 2012. The International Forum will be held October 31 and November 1, 2012. The location of the meetings will be in Orlando, FL at Walt Disney World Swan and Dolphin Resort.

A motion was made by John Peterson and seconded by David Olson to approve travel for two board members and the Executive Director to attend the NASBA annual conference in Orlando, FL on October 28-31, 2012 and for one board member and the executive director to attend the International Forum in Orlando, FL on October 31 and November 1, 2012. The motion unanimously carried. The Executive Director will submit the necessary documents for travel.

The Board reviewed and discussed the FY14 Proposed Budget.

A motion was made by John Linn, Jr. and seconded by John Peterson to approve the FY14 Budget as presented. The motion unanimously carried.

The Board reviewed an individual's request for a handbook that was written by them to be considered for 60 CPE hours for the period of July 1, 2011 to June 30, 2012.

A motion was made by Holly Brunick and seconded by John Linn, Jr. to approve the request for a handbook to be used as 60 hours of CPE for the period of July 1, 2011 to June 30, 2012 for Jerry Noonan. The motion unanimously carried.

Executive Director Kasin explained firm data, CPA exam candidates, and online license renewals in her report. The Board became aware that the CPA exam candidates will now be able to complete & submit a re-exam application online. The Board reviewed the online renewal statistics.

The Board discussed approving NASBA International Evaluation Services as an international transcript evaluation service provider for CPA examination candidates.

A motion was made by John Linn, Jr. and seconded by John Mitchell to approve NASBA International Evaluation Services as an acceptable international transcript evaluation service provider for CPA exam candidates and to add it to the approved list of providers. The motion unanimously carried.

A motion was made by David Olson and seconded by John Linn, Jr. to enter into executive session for the deliberative process for peer reviews and follow-ups. The motion unanimously carried.

The Board came out of executive session.

A motion was made by David Olson and seconded by John Linn, Jr. to accept the peer reviews and follow-up as discussed in executive session. The motion unanimously carried.

Douglas Hruby joined the meeting at 10:20 a.m. Todd Kolden left the meeting at 10:21 a.m.

Hearing at 10:32 a.m. for Douglas Hruby

Present were Board Legal Counsel Aaron Arnold, Board Chair John Mitchell, Vice Chair John Linn, Jr., Secretary-Treasurer John Peterson, Board Members Holly Brunick, Dave Olson, and Marty Guindon-via conference call. Others present were staff members Nicole Kasin, Executive Director; Julie Iverson, Senior Secretary; Tricia Nussbaum, Secretary; and Douglas Hruby.

Board Legal Counsel Aaron Arnold presented the Board's case. Douglas Hruby represented himself at the hearing and presented his case. The Board closed the hearing at 11:03 a.m.

A motion was made by David Olson and seconded by John Mitchell to enter into executive session for the purpose of deliberation. The motion unanimously carried.

The Board came out of executive session.

A motion was made by John Linn, Jr. and seconded by John Mitchell to have Douglas Hruby's 18 CPE hours submitted in July 2012 rolled back to the period ending June 30, 2012. Mr. Hruby is required to pay an administrative fine of \$550 by August 31, 2012. Mr. Hruby is publicly reprimanded for the pattern of noncompliance with respect to CPE requirements and his attempt to shift his responsibility to the Board Staff. The conditions of the August 2011 Negotiated Consent Agreement is still in force. Mr. Hruby will have a CPE audit for the next three reporting periods. Mr. Hruby's license is considered renewed as of August 1, 2012. The motion unanimously carried. Aaron Arnold will prepare the findings of fact, conclusions of law and order.

Douglas Hruby and David Olson left the meeting at 11:55 a.m.

Hearing at 11:56 a.m. for Brian Mallin

Present were Board Legal Counsel Aaron Arnold, Board Chair John Mitchell, Vice Chair John Linn, Jr., Secretary-Treasurer John Peterson, Board Members Holly Brunick and Marty Guindon-via

conference call. Others present were staff members Nicole Kasin, Executive Director; Julie Iverson, Senior Secretary; and Tricia Nussbaum, Secretary.

Board Legal Counsel Aaron Arnold presented the Board's case. The Board closed the hearing at 12:18 p.m.

A motion was made by John Linn, Jr. and seconded by Holly Brunick to enter into executive session for the purpose of deliberation. The motion carried 5 aye; 1 excused (Olson).

The Board came out of executive session.

A motion was made by John Linn, Jr. and seconded by Holly Brunick to accept the surrender of certificate by Mr. Mallin and if Mr. Mallin applies for licensure within the five years from August 15, 2012, he shall appear, in person, before the Board prior to the issuance of a certificate. The motion carried 5 aye; 1 excused (Olson). Aaron Arnold will prepare the findings of fact, conclusions of law, and order.

The Board took a break for lunch. The Board resumed the regular Board Meeting at 1:16 p.m.

Marty Guindon re-joined the meeting after the lunch break at 1:24 p.m. via conference call.

The following people with the South Dakota CPA Society joined the meeting at 1:30 p.m.: Joylynn Buus, Jay Tolsma, Leah Van Dam, and Laura Coome.

The Board and representatives from the SD CPA Society discussed the firm fee data.

Holly Brunick left the meeting at 1:38 p.m.

The following people with the South Dakota CPA Society left the meeting at 2:39 p.m.: Joylynn Buus, Jay Tolsma, Leah Van Dam, and Laura Coome.

The Board completed the NASBA Regional Director's quarterly focus questions.

The Board discussed PROC for SD Peer Reviews. Executive Director Kasin will set up a monitoring report on SD Peer Reviewers and work with a committee of two Board members to monitor the information.

The Board briefly discussed NASBA's Board of Directors April 2012 Meeting Minutes and the Board of Directors July 2012 Meeting Highlights.

FUTURE MEETING DATES (all times CT)

September 17 – 9:00 – Conference Call

October 15 – 8:30 – Tentative (Pierre)

A motion was made by John Linn, Jr. and seconded by Marty Guindon to adjourn the meeting. The motion carried 4 aye; 2 excused (Olson, Brunick).

All business having come before the board was concluded and Chair John Mitchell adjourned the meeting at 3:25 p.m.

John Mitchell, CPA, Chair

Attest: _____
Nicole Kasin, Executive Director

John Peterson, Sec/Treas

**CERTIFIED PUBLIC ACCOUNTANT CERTIFICATES
BOARD COPY**

Issued Through September 11, 2012

| Number | Name | Date Issued | Location |
|---------------|----------------------|--------------------|--------------------|
| 3043 | Kenneth Jansons | 8/17/12 | Grand Junction, CO |
| 3044 | Mary Kathryn Anthony | 8/29/12 | Watertown, SD |
| 3045 | Kristin M. Hoff | 9/06/12 | Sioux Falls, SD |

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

**Issued Through
September 11, 2012**

| Number | Name | Date Issued | Basis/Comments |
|---------------|--------------------------------------|--------------------|-----------------------|
| 1594 | Myslajek, Ltd. St. Louis Park, MN | 09/06/12 | New Firm |

BA1409R1

STATE OF SOUTH DAKOTA
CASH CENTER BALANCES
AS OF: 08/31/2012

PAGE 130

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

| COMPANY | CENTER | ACCOUNT | BALANCE | DR/CR | CENTER DESCRIPTION |
|--------------------------------|--------------|---------|------------|--------|----------------------|
| 6503 | 103100061802 | 1140000 | 407,978.11 | DR | BOARD OF ACCOUNTANCY |
| COMPANY/SOURCE TOTAL 6503 618 | | | 407,978.11 | DR * | |
| COMP/BUDG UNIT TOTAL 6503 1031 | | | 407,978.11 | DR ** | |
| BUDGET UNIT TOTAL 1031 | | | 407,978.11 | DR *** | |

STATE OF SOUTH DAKOTA
MONTHLY EXPENDITURE REPORT
FOR PERIOD ENDING: 08/31/2012

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

| COMP | CENTER | ACCOUNT | DOCUMENT NUMBER | POSTING DATE | JV APPVL #, OR PAYMENT # | SHORT NAME | VENDOR NUMBER | VENDOR GROUP | AMOUNT | DR/ CR |
|--|--------------|----------|--------------------|-----------------|-----------------------------|---------------|------------------|-----------------|-----------|-----------|
| COMPANY NO 6503 | | | | | | | | | | |
| COMPANY NAME PROFESSIONAL & LICENSING BOARDS | | | | | | | | | | |
| 6503 | 103100061802 | 51010100 | CGEX120726 | 08/01/2012 | | | | | 2,882.00 | DR |
| 6503 | 103100061802 | 51010100 | CGEX120813 | 08/17/2012 | | | | | 3,144.00 | DR |
| 6503 | 103100061802 | 51010100 | CGEX120828 | 08/31/2012 | | | | | 2,882.01 | DR |
| OBJSUB: 5101010 F-T EMP SAL & WAGES | | | | | | | | | | |
| 6503 | 103100061802 | 51010200 | CGEX120726 | 08/01/2012 | | | | | 8,908.01 | DR * |
| 6503 | 103100061802 | 51010200 | CGEX120813 | 08/17/2012 | | | | | 786.48 | DR |
| 6503 | 103100061802 | 51010200 | CGEX120828 | 08/31/2012 | | | | | 883.92 | DR |
| 6503 | 103100061802 | 51010200 | CGEX120828 | 08/31/2012 | | | | | 800.40 | DR |
| OBJSUB: 5101020 P-T/TEMP EMP SAL & WAGES | | | | | | | | | | |
| 6503 | 103100061802 | 51010300 | CGEX120828 | 08/31/2012 | | | | | 2,470.80 | DR * |
| 6503 | 103100061802 | 51010300 | CGEX120828 | 08/31/2012 | | | | | 300.00 | DR |
| OBJSUB: 5101030 BOARD & COMM MERS FEES | | | | | | | | | | |
| OBJECT: 5101 EMPLOYEE SALARIES | | | | | | | | | | |
| 6503 | 103100061802 | 51020100 | CGEX120726 | 08/01/2012 | | | | | 300.00 | DR * |
| 6503 | 103100061802 | 51020100 | CGEX120813 | 08/17/2012 | | | | | 11,678.81 | DR ** |
| 6503 | 103100061802 | 51020100 | CGEX120828 | 08/31/2012 | | | | | 262.94 | DR |
| 6503 | 103100061802 | 51020100 | CGEX120829 | 08/31/2012 | 205364 | | | | 305.35 | DR |
| 6503 | 103100061802 | 51020100 | CGEX120829 | 08/31/2012 | 205364 | | | | 291.93 | DR |
| 6503 | 103100061802 | 51020100 | CGEX120829 | 08/31/2012 | 205364 | | | | .69 | DR |
| OBJSUB: 5102010 OASI-EMPLOYER'S SHARE | | | | | | | | | | |
| 6503 | 103100061802 | 51020200 | CGEX120726 | 08/01/2012 | | | | | 860.91 | DR * |
| 6503 | 103100061802 | 51020200 | CGEX120813 | 08/17/2012 | | | | | 220.11 | DR |
| 6503 | 103100061802 | 51020200 | CGEX120828 | 08/31/2012 | | | | | 241.68 | DR |
| 6503 | 103100061802 | 51020200 | CGEX120828 | 08/31/2012 | | | | | 220.94 | DR |
| OBJSUB: 5102020 RETIREMENT-ER SHARE | | | | | | | | | | |
| 6503 | 103100061802 | 51020600 | CGEX120726 | 08/01/2012 | | | | | 682.73 | DR * |
| 6503 | 103100061802 | 51020600 | CGEX120813 | 08/17/2012 | | | | | 791.88 | DR |
| 6503 | 103100061802 | 51020600 | CGEX120828 | 08/31/2012 | | | | | 791.88 | DR |
| OBJSUB: 5102060 HEALTH/LIFE INS.-ER SHARE | | | | | | | | | | |
| 6503 | 103100061802 | 51020800 | CGEX120726 | 08/01/2012 | | | | | 2,375.64 | DR * |
| 6503 | 103100061802 | 51020800 | CGEX120813 | 08/17/2012 | | | | | 5.87 | DR |
| 6503 | 103100061802 | 51020800 | CGEX120828 | 08/31/2012 | | | | | 6.44 | DR |
| 6503 | 103100061802 | 51020800 | CGEX120828 | 08/31/2012 | | | | | 5.89 | DR |
| OBJSUB: 5102080 WORKER'S COMPENSATION | | | | | | | | | | |
| 6503 | 103100061802 | 51020900 | CGEX120726 | 08/01/2012 | | | | | 18.20 | DR * |
| 6503 | 103100061802 | 51020900 | CGEX120813 | 08/17/2012 | | | | | 2.75 | DR |
| 6503 | 103100061802 | 51020900 | CGEX120828 | 08/31/2012 | | | | | 3.02 | DR |
| 6503 | 103100061802 | 51020900 | CGEX120828 | 08/31/2012 | | | | | 2.76 | DR |
| OBJSUB: 5102090 UNEMPLOYMENT COMPENSATION | | | | | | | | | | |
| OBJECT: 5102 EMPLOYEE BENEFITS | | | | | | | | | | |
| GROUP: 51 PERSONAL SERVICES | | | | | | | | | | |
| 6503 | 103100061802 | 52030100 | MP307054 | 08/31/2012 | | | | | 8.53 | DR * |
| 6503 | 103100061802 | 52030100 | MP307054 | 08/31/2012 | | | | | 3,946.01 | DR ** |
| 6503 | 103100061802 | 52030100 | MP307054 | 08/31/2012 | | | | | 15,624.82 | DR *** |
| 6503 | 103100061802 | 52030100 | MP307054 | 08/31/2012 | | | | | 188.76 | DR |
| OBJSUB: 5203010 AUTO-STATE OWNED-IN STATE | | | | | | | | | | |
| 6503 | 103100061802 | 52030300 | CGEX120829 | 08/31/2012 | 205361 | | | | 188.76 | DR * |
| 6503 | 103100061802 | 52030300 | CGEX120829 | 08/31/2012 | 205361 | | | | 252.34 | DR |

STATE OF SOUTH DAKOTA
MONTHLY EXPENDITURE REPORT
FOR PERIOD ENDING: 08/31/2012

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

| COMP | CENTER | ACCOUNT | DOCUMENT NUMBER | POSTING DATE | JV APPVL #, OR PAYMENT # | SHORT NAME | VENDOR NUMBER | VENDOR GROUP | AMOUNT | DR/ CR |
|------|--------------|---------------------------|--|-----------------|-----------------------------|---------------|------------------|-----------------|----------|-----------|
| 6503 | 103100061802 | 52030300 | CGEX120829 | 08/31/2012 | 205360 | | | | 145.78 | DR |
| 6503 | 103100061802 | 52030300 | CGEX120829 | 08/31/2012 | 205364 | | | | 48.84 | DR |
| 6503 | 103100061802 | 52031000 | AUTO-PRIV (IN-ST.) H/RTE CGEX120821 | 08/22/2012 | 192814 | | | | 446.96 | DR * |
| 6503 | 103100061802 | 52031000 | CGEX120821 | | | | | | 100.00 | DR |
| 6503 | 5203100 | LODGING/IN-STATE | | | | | | | 100.00 | DR * |
| 6503 | 103100061802 | 52031400 | CGEX120829 | 08/31/2012 | 205364 | | | | 9.00 | DR |
| 6503 | 5203140 | TAXABLE MEALS/IN-STATE | | | | | | | 9.00 | DR * |
| 6503 | 103100061802 | 52031500 | CGEX120821 | 08/22/2012 | 192814 | | | | 52.00 | DR |
| 6503 | 103100061802 | 52031500 | CGEX120829 | 08/31/2012 | 205361 | | | | 38.00 | DR |
| 6503 | 103100061802 | 52031500 | CGEX120829 | 08/31/2012 | 205360 | | | | 26.00 | DR |
| 6503 | 103100061802 | 52031500 | CGEX120829 | 08/31/2012 | 205363 | | | | 26.00 | DR |
| 6503 | 103100061802 | 52031500 | CGEX120829 | 08/31/2012 | 205362 | | | | 26.00 | DR |
| 6503 | 5203150 | NON-TAXABLE MEALS/IN-ST | | | | | | | 168.00 | DR * |
| 6503 | 5203 | TRAVEL | | | | | | | 912.72 | DR ** |
| 6503 | 103100061802 | 52040100 | 01243353 | 08/28/2012 | 99885135 | GASB | 12012678 | | 109.00 | DR |
| 6503 | 5204010 | SUBSCRIPTIONS | | | | | | | 109.00 | DR * |
| 6503 | 103100061802 | 52041600 | TR307010 | 08/31/2012 | | | | | 77.00 | DR |
| 6503 | 5204160 | WORKSHOP REGISTRATION FEE | | | | | | | 77.00 | DR * |
| 6503 | 103100061802 | 52041800 | DP307099 | 08/31/2012 | | | | | 178.00 | DR |
| 6503 | 5204180 | COMPUTER SERVICES-STATE | | | | | | | 178.00 | DR * |
| 6503 | 103100061802 | 52042200 | INV1114260 | 08/31/2012 | 02007498 | MARCOINC | 12201534 | | 14.30 | DR |
| 6503 | 5204220 | EQUIPMENT SERV & MAINT | | | | | | | 14.30 | DR * |
| 6503 | 103100061802 | 52042300 | 13SC100008 AUG12 | 08/24/2012 | 99884619 | SUNSETOFFI | 12043890 | | 122.86 | DR |
| 6503 | 5204230 | JANITORIAL & MAINT SERV | | | | | | | 122.86 | DR * |
| 6503 | 103100061802 | 52043400 | 31763 | 08/08/2012 | 99878815 | ELBOCOMPUT | 12124520 | | 527.50 | DR |
| 6503 | 103100061802 | 52043400 | 32123 | 08/28/2012 | 99885586 | ELBOCOMPUT | 12124520 | | 417.50 | DR |
| 6503 | 103100061802 | 52043400 | 32168 | 08/31/2012 | 99886680 | ELBOCOMPUT | 12124520 | | 131.25 | DR |
| 6503 | 5204340 | COMPUTER SOFTWARE MAINT | | | | | | | 1,076.25 | DR * |
| 6503 | 103100061802 | 52044600 | INV1114260 | 08/31/2012 | 02007498 | MARCOINC | 12201534 | | 93.60 | DR |
| 6503 | 5204460 | EQUIPMENT RENTAL | | | | | | | 93.60 | DR * |
| 6503 | 103100061802 | 52044900 | ACCOUNTRENT2012 | 08/24/2012 | 02006381 | MCGINNISRO | 12074040 | | 1,269.45 | DR |
| 6503 | 5204490 | RENTS-PRIVATE OWNED PROP. | | | | | | | 1,269.45 | DR * |
| 6503 | 103100061802 | 52045300 | TL206159 | 08/01/2012 | | | | | 86.47 | DR |
| 6503 | 103100061802 | 52045300 | TL307153 | 08/31/2012 | | | | | 105.81 | DR |
| 6503 | 103100061802 | 52045300 | 111109001 JUL 12 | 08/28/2012 | 99885201 | MIDCONTINE | 12023782 | | 95.00 | DR |
| 6503 | 5204530 | TELECOMMUNICATIONS SRVCS | | | | | | | 287.28 | DR * |

STATE OF SOUTH DAKOTA
MONTHLY EXPENDITURE REPORT
FOR PERIOD ENDING: 08/31/2012

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

| COMP | CENTER | ACCOUNT | DOCUMENT NUMBER | POSTING DATE | JV APPVL #, OR PAYMENT # | SHORT NAME | VENDOR NUMBER | VENDOR GROUP | AMOUNT | DR/ CR |
|------|--------------------|---------------------------|--------------------|-----------------|-----------------------------|---------------|------------------|-----------------|-----------|-----------|
| 6503 | 103100061802 | 52045400 | 5159417006 0712 | 08/08/2012 | 02004765 | XCELENERGY | 12023853 | | 50.62 | DR |
| | OBJSUB: 5204540 | ELECTRICITY | | | | | | | 50.62 | DR * |
| 6503 | 103100061802 | 52045600 | 105996 | 08/15/2012 | 99880265 | ECOWATER | 12035896 | | 22.35 | DR |
| | OBJSUB: 5204560 | WATER | | | | | | | 22.35 | DR * |
| 6503 | 103100061802 | 52047400 | CI103A-020 | 08/10/2012 | 156788 | | | | 1,667.21 | DR |
| 6503 | 103100061802 | 52047400 | CI103A-020 | 08/10/2012 | 156788 | | | | 1,667.21 | CR |
| 6503 | 103100061802 | 52047400 | CI103A-020 | 08/10/2012 | 156788 | | | | 1,667.21 | DR |
| | OBJSUB: 5204740 | BANK FEES AND CHARGES | | | | | | | 1,667.21 | DR * |
| 6503 | 103100061802 | 52049600 | 13443083 | 08/31/2012 | 99885870 | NATLIASSNST | 12005047 | | 9,172.15 | DR |
| | OBJSUB: 5204960 | OTHER CONTRACTUAL SERVICE | | | | | | | 9,172.15 | DR * |
| | OBJECT: 5204 | CONTRACTUAL SERVICES | | | | | | | 14,140.07 | DR ** |
| 6503 | 103100061802 | 52050280 | 1636978-0 | 08/22/2012 | 02006208 | BROWNSAENG | 12028533 | | 34.95 | DR |
| 6503 | 103100061802 | 52050280 | 1639640-0 | 08/28/2012 | 02006797 | BROWNSAENG | 12028533 | | 19.59 | DR |
| 6503 | 103100061802 | 52050280 | 355723 & 356145 | 08/22/2012 | 02006430 | OFFICEMAXI | 12162845 | | 28.35 | DR |
| | OBJSUB: 5205028 | OFFICE SUPPLIES | | | | | | | 82.89 | DR * |
| 6503 | 103100061802 | 52053200 | 36154 | 08/28/2012 | 99885099 | BUSINESSPR | 12003048 | | 27.00 | DR |
| | OBJSUB: 5205320 | PRINTING-COMMERCIAL | | | | | | | 27.00 | DR * |
| | OBJECT: 5205 | SUPPLIES & MATERIALS | | | | | | | 109.89 | DR ** |
| 6503 | 103100061802 | 5228000 | T102-140 | 08/10/2012 | | | | | 448.44 | DR |
| 6503 | 103100061802 | 5228000 | T103-008 | 08/10/2012 | | | | | 438.39 | DR |
| | OBJSUB: 5228000 | OPER TRANS OUT -NON BUDGT | | | | | | | 886.83 | DR * |
| | OBJECT: 5228 | NONOP EXP/NONBGTD OP TR | | | | | | | 886.83 | DR ** |
| | GROUP: 52 | OPERATING EXPENSES | | | | | | | 16,049.51 | DR *** |
| | COMP: 6503 | | | | | | | | 31,674.33 | DR **** |
| | CNTR: 103100061802 | | | | | | | | 31,674.33 | DR ***** |
| | B. UNIT: 1031 | | | | | | | | 31,674.33 | DR ***** |

South Dakota Board of Accountancy
Balance Sheet
As of August 31, 2012

| | Aug 31, 12 |
|---|-------------------|
| ASSETS | |
| Current Assets | |
| Checking/Savings | |
| 1130000 · Local Checking - US Bank | 283.53 |
| 1140000 · Pool Cash State of SD | 407,978.11 |
| Total Checking/Savings | 408,261.64 |
| Other Current Assets | |
| 1131000 · Cash-Security Lending Collatera | 14,957.90 |
| 1213000 · Investment Income Receivable | 1,806.99 |
| Total Other Current Assets | 16,764.89 |
| Total Current Assets | 425,026.53 |
| Fixed Assets | |
| 1670000 · Computer Software | |
| Original Cost | 140,063.23 |
| 1770000 · Depreciation | -106,869.61 |
| Total 1670000 · Computer Software | 33,193.62 |
| Total Fixed Assets | 33,193.62 |
| TOTAL ASSETS | 458,220.15 |
| LIABILITIES & EQUITY | |
| Liabilities | |
| Current Liabilities | |
| Accounts Payable | |
| 2110000 · Accounts Payable | 3,092.99 |
| Total Accounts Payable | 3,092.99 |
| Other Current Liabilities | |
| 2810000 · Amounts Held for Others | 32,399.89 |
| Total Other Current Liabilities | 32,399.89 |
| Total Current Liabilities | 35,492.88 |
| Long Term Liabilities | |
| 2960000 · Compensated Absences Payable | 12,338.53 |
| Total Long Term Liabilities | 12,338.53 |
| Total Liabilities | 47,831.41 |
| Equity | |
| 3220000 · Unrestricted Net Assets | 223,165.12 |
| 3300100 · Invested In Capital Assets | 33,193.62 |
| 3900 · Retained Earnings | 51,005.60 |
| Net Income | 103,024.40 |
| Total Equity | 410,388.74 |
| TOTAL LIABILITIES & EQUITY | 458,220.15 |

South Dakota Board of Accountancy

Profit & Loss Budget vs. Actual

July through August 2012

| | Jul - Aug 12 | Budget | \$ Over Budget | % of Budget |
|---|-------------------|-------------------|-------------------|--------------|
| Ordinary Income/Expense | | | | |
| Income | | | | |
| 4293550 · Initial Individual Certificate | 525.00 | 3,000.00 | -2,475.00 | 17.5% |
| 4293551 · Certificate Renewals-Active | 46,400.00 | 46,000.00 | 400.00 | 100.9% |
| 4293552 · Certificate Renewals-Inactive | 16,100.00 | 18,000.00 | -1,900.00 | 89.4% |
| 4293553 · Certificate Renewals-Retired | 450.00 | 700.00 | -250.00 | 64.3% |
| 4293554 · Initial Firm Permits | 350.00 | 1,250.00 | -900.00 | 28.0% |
| 4293555 · Firm Permit Renewals | 17,250.00 | 17,000.00 | 250.00 | 101.5% |
| 4293557 · Initial Audit | 90.00 | 750.00 | -660.00 | 12.0% |
| 4293558 · Re-Exam Audit | 420.00 | 2,340.00 | -1,920.00 | 17.9% |
| 4293561 · Late Fees-Certificate Renewals | 1,600.00 | 4,000.00 | -2,400.00 | 40.0% |
| 4293563 · Late Fees-Firm Permit Renewals | 350.00 | 800.00 | -450.00 | 43.8% |
| 4293564 · Late Fees-Peer Review | 50.00 | 1,100.00 | -1,050.00 | 4.5% |
| 4293566 · Firm Permit Individual | 63,505.00 | 64,000.00 | -495.00 | 99.2% |
| 4293567 · Peer Review Admin Fee | 75.00 | 5,650.00 | -5,575.00 | 1.3% |
| 4293568 · Firm Permit Name Change | 0.00 | 100.00 | -100.00 | 0.0% |
| 4293569 · Initial FAR | 120.00 | 1,140.00 | -1,020.00 | 10.5% |
| 4293570 · Initial REG | 60.00 | 660.00 | -600.00 | 9.1% |
| 4293571 · Initial BEC | 120.00 | 930.00 | -810.00 | 12.9% |
| 4293572 · Re-Exam FAR | 540.00 | 1,710.00 | -1,170.00 | 31.6% |
| 4293573 · Re-Exam REG | | | | |
| REFUNDS | 0.00 | | | |
| 4293573 · Re-Exam REG - Other | 390.00 | 1,800.00 | -1,410.00 | 21.7% |
| Total 4293573 · Re-Exam REG | 390.00 | 1,800.00 | -1,410.00 | 21.7% |
| 4293574 · Re-Exam BEC | | | | |
| 5208009 · REFUNDS | 0.00 | | | |
| 4293574 · Re-Exam BEC - Other | 420.00 | 1,980.00 | -1,560.00 | 21.2% |
| Total 4293574 · Re-Exam BEC | 420.00 | 1,980.00 | -1,560.00 | 21.2% |
| 4491000 · Interest and Dividend Revenue | 0.00 | 9,000.00 | -9,000.00 | 0.0% |
| 4896021 · Legal Recovery Cost | 550.00 | 1,000.00 | -450.00 | 55.0% |
| Total Income | 149,365.00 | 182,910.00 | -33,545.00 | 81.7% |
| Gross Profit | 149,365.00 | 182,910.00 | -33,545.00 | 81.7% |
| Expense | | | | |
| 5101010 · F-T Emp Sal & Wages | 14,148.02 | 68,843.00 | -54,694.98 | 20.6% |
| 5101020 · P-T/Temp Emp Sal & Wages | 3,801.56 | 17,769.00 | -13,967.44 | 21.4% |
| 5101030 · Board & Comm Mbrs Fees | 840.00 | 4,138.00 | -3,298.00 | 20.3% |
| 5102010 · OASI-Employer's Share | 1,370.59 | 6,918.00 | -5,547.41 | 19.8% |
| 5102020 · Retirement-ER Share | 1,076.97 | 5,445.00 | -4,368.03 | 19.8% |
| 5102060 · Health /Life Ins.-ER Share | 3,959.40 | 19,005.00 | -15,045.60 | 20.8% |
| 5102080 · Worker's Compensation | 28.71 | 254.00 | -225.29 | 11.3% |
| 5102090 · Unemployment Insurance | 13.47 | 91.00 | -77.53 | 14.8% |
| 5203010 · Auto--State Owned | 188.76 | 600.00 | -411.24 | 31.5% |
| 5203020 · Auto-Private-Ownes Low Mileage | 0.00 | 400.00 | -400.00 | 0.0% |
| 5203030 · In State-Auto- Priv. High Miles | 446.96 | 1,500.00 | -1,053.04 | 29.8% |
| 5203100 · In State-Lodging | 286.00 | 1,000.00 | -714.00 | 28.6% |
| 5203120 · In State-Incidentals to Travel | 0.00 | 100.00 | -100.00 | 0.0% |
| 5203140 · InState-Tax Meals Not Overnigt | 23.00 | 100.00 | -77.00 | 23.0% |
| 5203150 · InState-Non-Tax Meals OverNight | 168.00 | 400.00 | -232.00 | 42.0% |
| 5203220 · OS-Auto Private Low Mileage | 90.40 | | | |
| 5203230 · OS-Auto Private High Mileage | 0.00 | 100.00 | -100.00 | 0.0% |
| 5203260 · OS-Air Commercial Carrier | 2,163.63 | 5,700.00 | -3,536.37 | 38.0% |
| 5203280 · OS-Other Public Carrier | 110.00 | 500.00 | -390.00 | 22.0% |
| 5203300 · OS-Lodging | 3,299.98 | 7,800.00 | -4,500.02 | 42.3% |
| 5203320 · OS-Incidentals to Travel | 241.00 | 350.00 | -109.00 | 68.9% |
| 5203350 · OS-Non-Taxable Meals Overnight | 452.00 | 1,200.00 | -748.00 | 37.7% |
| 5204010 · Subscriptions | 109.00 | 1,500.00 | -1,391.00 | 7.3% |
| 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% |
| 5204160 · Workshop Registration Fees | 77.00 | 6,000.00 | -5,923.00 | 1.3% |
| 5204180 · Computer Services-State | 75.00 | 600.00 | -525.00 | 12.5% |

South Dakota Board of Accountancy
Profit & Loss Budget vs. Actual
 July through August 2012

| | Jul - Aug 12 | Budget | \$ Over Budget | % of Budget |
|---|-------------------|-------------------|--------------------|----------------|
| 5204181 · Computer Development Serv-State | 103.00 | 10,400.00 | -10,297.00 | 1.0% |
| 5204200 · Central Services | 1,196.64 | 7,000.00 | -5,803.36 | 17.1% |
| 5204220 · Equipment Service & Maintenance | 17.95 | 300.00 | -282.05 | 6.0% |
| 5204230 · Janitorial/Maintenance Services | 245.72 | 1,560.00 | -1,314.28 | 15.8% |
| 5204340 · Computer Software Maintenance | 1,076.25 | 1,000.00 | 76.25 | 107.6% |
| 5204360 · Advertising-Newspapers | 195.00 | 1,500.00 | -1,305.00 | 13.0% |
| 5204440 · Newsletter Publishing | 0.00 | 1,100.00 | -1,100.00 | 0.0% |
| 5204460 · Equipment Rental | 784.20 | 4,500.00 | -3,715.80 | 17.4% |
| 5204480 · Microfilm and Photography | 0.00 | 700.00 | -700.00 | 0.0% |
| 5204490 · Rents Privately Owned Property | 2,538.90 | 15,531.00 | -12,992.10 | 16.3% |
| 5204510 · Rent-Other | 255.17 | | | |
| 5204530 · Telecommunications Services | 295.81 | 2,500.00 | -2,204.19 | 11.8% |
| 5204540 · Electricity | 94.55 | 865.00 | -770.45 | 10.9% |
| 5204560 · Water | 22.35 | 240.00 | -217.65 | 9.3% |
| 5204590 · Insurance Premiums/Surety Bonds | 0.00 | 1,710.00 | -1,710.00 | 0.0% |
| 5204740 · Bank Fees and Charges | 2,209.88 | 3,200.00 | -990.12 | 69.1% |
| 5205020 · Office Supplies | 137.84 | 2,000.00 | -1,862.16 | 6.9% |
| 5205310 · Printing State | 0.00 | 500.00 | -500.00 | 0.0% |
| 5205320 · Printing/Duplicating/Binding Co | 47.70 | 1,000.00 | -952.30 | 4.8% |
| 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 | 26.64 | 3,100.00 | -3,073.36 | 0.9% |
| 5207430 · Office Machines | 0.00 | 100.00 | -100.00 | 0.0% |
| 5207900 · Computer Hardware | 1,225.00 | 4,800.00 | -3,575.00 | 25.5% |
| 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 | 886.83 | 7,400.00 | -6,513.17 | 12.0% |
| 5228030 · Depreciation Expense | 2,011.72 | 12,070.40 | -10,058.68 | 16.7% |
| Total Expense | 46,340.60 | 246,989.40 | -200,648.80 | 18.8% |
| Net Ordinary Income | 103,024.40 | -64,079.40 | 167,103.80 | -160.8% |
| Net Income | 103,024.40 | -64,079.40 | 167,103.80 | -160.8% |

South Dakota Board of Accountancy
PREVIOUS YEAR MONTHLY COMPARISON
August 2012

| | Aug 12 | Aug 11 | \$ Change | % Change |
|---|------------------|------------------|-------------------|---------------|
| Ordinary Income/Expense | | | | |
| Income | | | | |
| 4293550 · Initial Individual Certificate | 300.00 | 225.00 | 75.00 | 33.3% |
| 4293551 · Certificate Renewals-Active | 6,050.00 | 11,200.00 | -5,150.00 | -46.0% |
| 4293552 · Certificate Renewals-Inactive | 2,100.00 | 4,400.00 | -2,300.00 | -52.3% |
| 4293553 · Certificate Renewals-Retired | 100.00 | 150.00 | -50.00 | -33.3% |
| 4293554 · Initial Firm Permits | 50.00 | 200.00 | -150.00 | -75.0% |
| 4293555 · Firm Permit Renewals | 2,150.00 | 4,050.00 | -1,900.00 | -46.9% |
| 4293557 · Initial Audit | 0.00 | 30.00 | -30.00 | -100.0% |
| 4293558 · Re-Exam Audit | 180.00 | 60.00 | 120.00 | 200.0% |
| 4293561 · Late Fees-Certificate Renewals | 1,600.00 | 2,300.00 | -700.00 | -30.4% |
| 4293563 · Late Fees-Firm Permit Renewals | 350.00 | 500.00 | -150.00 | -30.0% |
| 4293564 · Late Fees-Peer Review | 0.00 | 50.00 | -50.00 | -100.0% |
| 4293566 · Firm Permit Individual | 10,465.00 | 24,310.00 | -13,845.00 | -57.0% |
| 4293567 · Peer Review Admin Fee | 0.00 | 75.00 | -75.00 | -100.0% |
| 4293568 · Firm Permit Name Change | 0.00 | 25.00 | -25.00 | -100.0% |
| 4293569 · Initial FAR | 90.00 | 30.00 | 60.00 | 200.0% |
| 4293570 · Initial REG | 0.00 | 30.00 | -30.00 | -100.0% |
| 4293571 · Initial BEC | 60.00 | 30.00 | 30.00 | 100.0% |
| 4293572 · Re-Exam FAR | 300.00 | 120.00 | 180.00 | 150.0% |
| 4293573 · Re-Exam REG | 240.00 | 90.00 | 150.00 | 166.7% |
| 4293574 · Re-Exam BEC | 120.00 | 90.00 | 30.00 | 33.3% |
| 4896021 · Legal Recovery Cost | 550.00 | 650.00 | -100.00 | -15.4% |
| Total Income | 24,705.00 | 48,615.00 | -23,910.00 | -49.2% |
| Gross Profit | 24,705.00 | 48,615.00 | -23,910.00 | -49.2% |
| Expense | | | | |
| 5101010 · F-T Emp Sal & Wages | 8,908.01 | 5,211.36 | 3,696.65 | 70.9% |
| 5101020 · P-T/Temp Emp Sal & Wages | 2,470.80 | 1,526.69 | 944.11 | 61.8% |
| 5101030 · Board & Comm Mbrs Fees | 300.00 | 360.00 | -60.00 | -16.7% |
| 5102010 · OASI-Employer's Share | 860.91 | 503.52 | 357.39 | 71.0% |
| 5102020 · Retirement-ER Share | 682.73 | 404.29 | 278.44 | 68.9% |
| 5102060 · Health /Life Ins.-ER Share | 2,375.64 | 1,533.78 | 841.86 | 54.9% |
| 5102080 · Worker's Compensation | 18.20 | 18.86 | -0.66 | -3.5% |
| 5102090 · Unemployment Insurance | 8.53 | 6.75 | 1.78 | 26.4% |
| 5203010 · Auto--State Owned | 188.76 | 0.00 | 188.76 | 100.0% |
| 5203020 · Auto-Private-Ownes Low Mileage | 0.00 | 180.80 | -180.80 | -100.0% |
| 5203030 · In State-Auto- Priv. High Miles | 446.96 | 446.96 | 0.00 | 0.0% |
| 5203100 · In State-Lodging | 186.00 | 407.50 | -221.50 | -54.4% |
| 5203140 · InState-Tax Meals Not Overnigt | 9.00 | 9.00 | 0.00 | 0.0% |
| 5203150 · InState-Non-Tax Meals OverNigt | 116.00 | 130.00 | -14.00 | -10.8% |
| 5203260 · OS-Air Commercial Carrier | 640.30 | 0.00 | 640.30 | 100.0% |
| 5203280 · OS-Other Public Carrier | 40.00 | 0.00 | 40.00 | 100.0% |
| 5203300 · OS-Lodging | 1,092.46 | 0.00 | 1,092.46 | 100.0% |
| 5203320 · OS-Incidentals to Travel | 50.00 | 0.00 | 50.00 | 100.0% |
| 5203350 · OS-Non-Taxable Meals Overnight | 140.00 | 0.00 | 140.00 | 100.0% |
| 5204010 · Subscriptions | 109.00 | 0.00 | 109.00 | 100.0% |
| 5204160 · Workshop Registration Fees | 77.00 | 0.00 | 77.00 | 100.0% |
| 5204180 · Computer Services-State | 0.00 | 60.00 | -60.00 | -100.0% |
| 5204181 · Computer Development Serv-State | 0.00 | 598.00 | -598.00 | -100.0% |
| 5204200 · Central Services | 0.00 | 158.67 | -158.67 | -100.0% |
| 5204220 · Equipment Service & Maintenance | 14.30 | 13.16 | 1.14 | 8.7% |
| 5204230 · Janitorial/Maintenance Services | 122.86 | 119.86 | 3.00 | 2.5% |
| 5204340 · Computer Software Maintenance | 548.75 | 212.50 | 336.25 | 158.2% |
| 5204460 · Equipment Rental | 690.60 | 690.60 | 0.00 | 0.0% |
| 5204480 · Microfilm and Photography | 0.00 | 462.66 | -462.66 | -100.0% |
| 5204490 · Rents Privately Owned Property | 1,269.45 | 1,269.45 | 0.00 | 0.0% |
| 5204510 · Rent-Other | 255.17 | 0.00 | 255.17 | 100.0% |
| 5204530 · Telecommunications Services | 95.00 | 260.18 | -165.18 | -63.5% |
| 5204540 · Electricity | 43.93 | 72.73 | -28.80 | -39.6% |
| 5204740 · Bank Fees and Charges | 1,768.21 | 1,873.01 | -104.80 | -5.6% |
| 5205020 · Office Supplies | 96.07 | 17.64 | 78.43 | 444.6% |
| 5205320 · Printing/Duplicating/Binding Co | 27.00 | 36.00 | -9.00 | -25.0% |

South Dakota Board of Accountancy
PREVIOUS YEAR MONTHLY COMPARISON
August 2012

| | <u>Aug 12</u> | <u>Aug 11</u> | <u>\$ Change</u> | <u>% Change</u> |
|---|-----------------------|-------------------------|--------------------------|-----------------------|
| 5228000 · Operating Transfers Out-NonBudg | 886.83 | 469.94 | 416.89 | 88.7% |
| 5228030 · Depreciation Expense | 1,005.86 | 1,005.86 | 0.00 | 0.0% |
| Total Expense | <u>25,544.33</u> | <u>18,059.77</u> | <u>7,484.56</u> | <u>41.4%</u> |
| Net Ordinary Income | <u>-839.33</u> | <u>30,555.23</u> | <u>-31,394.56</u> | <u>-102.8%</u> |
| Net Income | <u>-839.33</u> | <u>30,555.23</u> | <u>-31,394.56</u> | <u>-102.8%</u> |

South Dakota Board of Accountancy
PREVIOUS YEAR TO DATE MONTHLY COMPARISON
 July through August 2012

| | Jul - Aug 12 | Jul - Aug 11 | \$ Change | % Change |
|---|-------------------|-------------------|------------------|--------------|
| Ordinary Income/Expense | | | | |
| Income | | | | |
| 4293550 · Initial Individual Certificate | 525.00 | 500.00 | 25.00 | 5.0% |
| 4293551 · Certificate Renewals-Active | 46,400.00 | 46,350.00 | 50.00 | 0.1% |
| 4293552 · Certificate Renewals-Inactive | 16,100.00 | 16,250.00 | -150.00 | -0.9% |
| 4293553 · Certificate Renewals-Retired | 450.00 | 390.00 | 60.00 | 15.4% |
| 4293554 · Initial Firm Permits | 350.00 | 350.00 | 0.00 | 0.0% |
| 4293555 · Firm Permit Renewals | 17,250.00 | 17,150.00 | 100.00 | 0.6% |
| 4293557 · Initial Audit | 90.00 | 210.00 | -120.00 | -57.1% |
| 4293558 · Re-Exam Audit | 420.00 | 420.00 | 0.00 | 0.0% |
| 4293560 · Late Fees-Initial Certificate | 0.00 | 50.00 | -50.00 | -100.0% |
| 4293561 · Late Fees-Certificate Renewals | 1,600.00 | 2,300.00 | -700.00 | -30.4% |
| 4293563 · Late Fees-Firm Permit Renewals | 350.00 | 500.00 | -150.00 | -30.0% |
| 4293564 · Late Fees-Peer Review | 50.00 | 100.00 | -50.00 | -50.0% |
| 4293566 · Firm Permit Individual | 63,505.00 | 64,155.00 | -650.00 | -1.0% |
| 4293567 · Peer Review Admin Fee | 75.00 | 150.00 | -75.00 | -50.0% |
| 4293568 · Firm Permit Name Change | 0.00 | 80.00 | -80.00 | -100.0% |
| 4293569 · Initial FAR | 120.00 | 150.00 | -30.00 | -20.0% |
| 4293570 · Initial REG | 60.00 | 180.00 | -120.00 | -66.7% |
| 4293571 · Initial BEC | 120.00 | 150.00 | -30.00 | -20.0% |
| 4293572 · Re-Exam FAR | 540.00 | 270.00 | 270.00 | 100.0% |
| 4293573 · Re-Exam REG | 390.00 | 300.00 | 90.00 | 30.0% |
| 4293574 · Re-Exam BEC | 420.00 | 390.00 | 30.00 | 7.7% |
| 4896021 · Legal Recovery Cost | 550.00 | 650.00 | -100.00 | -15.4% |
| Total Income | 149,365.00 | 151,045.00 | -1,680.00 | -1.1% |
| Gross Profit | 149,365.00 | 151,045.00 | -1,680.00 | -1.1% |
| Expense | | | | |
| 5101010 · F-T Emp Sal & Wages | 14,148.02 | 10,670.88 | 3,477.14 | 32.6% |
| 5101020 · P-T/Temp Emp Sal & Wages | 3,801.56 | 2,997.96 | 803.60 | 26.8% |
| 5101030 · Board & Comm Mbrs Fees | 840.00 | 1,080.00 | -240.00 | -22.2% |
| 5102010 · OASI-Employer's Share | 1,370.59 | 1,048.64 | 321.95 | 30.7% |
| 5102020 · Retirement-ER Share | 1,076.97 | 820.15 | 256.82 | 31.3% |
| 5102060 · Health /Life Ins.-ER Share | 3,959.40 | 3,067.56 | 891.84 | 29.1% |
| 5102080 · Worker's Compensation | 28.71 | 38.28 | -9.57 | -25.0% |
| 5102090 · Unemployment Insurance | 13.47 | 13.68 | -0.21 | -1.5% |
| 5203010 · Auto--State Owned | 188.76 | 0.00 | 188.76 | 100.0% |
| 5203020 · Auto-Private-Ownes Low Mileage | 0.00 | 180.80 | -180.80 | -100.0% |
| 5203030 · In State-Auto- Priv. High Miles | 446.96 | 446.96 | 0.00 | 0.0% |
| 5203100 · In State-Lodging | 286.00 | 407.50 | -121.50 | -29.8% |
| 5203140 · InState-Tax Meals Not Overnigt | 23.00 | 9.00 | 14.00 | 155.6% |
| 5203150 · InState-Non-Tax Meals OverNight | 168.00 | 130.00 | 38.00 | 29.2% |
| 5203220 · OS-Auto Private Low Mileage | 90.40 | 0.00 | 90.40 | 100.0% |
| 5203260 · OS-Air Commercial Carrier | 2,163.63 | 0.00 | 2,163.63 | 100.0% |
| 5203280 · OS-Other Public Carrier | 110.00 | 0.00 | 110.00 | 100.0% |
| 5203300 · OS-Lodging | 3,299.98 | 0.00 | 3,299.98 | 100.0% |
| 5203320 · OS-Incidentals to Travel | 241.00 | 0.00 | 241.00 | 100.0% |
| 5203350 · OS-Non-Taxable Meals Overnight | 452.00 | 0.00 | 452.00 | 100.0% |
| 5204010 · Subscriptions | 109.00 | 0.00 | 109.00 | 100.0% |
| 5204160 · Workshop Registration Fees | 77.00 | 0.00 | 77.00 | 100.0% |
| 5204180 · Computer Services-State | 75.00 | 117.00 | -42.00 | -35.9% |
| 5204181 · Computer Development Serv-State | 103.00 | 1,073.20 | -970.20 | -90.4% |
| 5204200 · Central Services | 1,196.64 | 1,407.54 | -210.90 | -15.0% |
| 5204220 · Equipment Service & Maintenance | 17.95 | 20.78 | -2.83 | -13.6% |
| 5204230 · Janitorial/Maintenance Services | 245.72 | 239.72 | 6.00 | 2.5% |
| 5204340 · Computer Software Maintenance | 1,076.25 | 212.50 | 863.75 | 406.5% |
| 5204360 · Advertising-Newspapers | 195.00 | 0.00 | 195.00 | 100.0% |
| 5204460 · Equipment Rental | 784.20 | 784.20 | 0.00 | 0.0% |
| 5204480 · Microfilm and Photography | 0.00 | 462.66 | -462.66 | -100.0% |
| 5204490 · Rents Privately Owned Property | 2,538.90 | 2,538.90 | 0.00 | 0.0% |
| 5204510 · Rent-Other | 255.17 | 0.00 | 255.17 | 100.0% |
| 5204530 · Telecommunications Services | 295.81 | 355.18 | -59.37 | -16.7% |
| 5204540 · Electricity | 94.55 | 123.52 | -28.97 | -23.5% |
| 5204560 · Water | 22.35 | 22.35 | 0.00 | 0.0% |
| 5204740 · Bank Fees and Charges | 2,209.88 | 2,301.39 | -91.51 | -4.0% |

South Dakota Board of Accountancy
PREVIOUS YEAR TO DATE MONTHLY COMPARISON
 July through August 2012

| | <u>Jul - Aug 12</u> | <u>Jul - Aug 11</u> | <u>\$ Change</u> | <u>% Change</u> |
|---|--------------------------|--------------------------|--------------------------|----------------------|
| 5205020 · Office Supplies | 137.84 | 66.53 | 71.31 | 107.2% |
| 5205320 · Printing/Duplicating/Binding Co | 47.70 | 36.00 | 11.70 | 32.5% |
| 5205350 · Postage | 26.64 | 0.00 | 26.64 | 100.0% |
| 5207900 · Computer Hardware | 1,225.00 | 0.00 | 1,225.00 | 100.0% |
| 5228000 · Operating Transfers Out-NonBudg | 886.83 | 1,030.66 | -143.83 | -14.0% |
| 5228030 · Depreciation Expense | 2,011.72 | 2,011.72 | 0.00 | 0.0% |
| Total Expense | <u>46,340.60</u> | <u>33,715.26</u> | <u>12,625.34</u> | <u>37.5%</u> |
| Net Ordinary Income | <u>103,024.40</u> | <u>117,329.74</u> | <u>-14,305.34</u> | <u>-12.2%</u> |
| Net Income | <u><u>103,024.40</u></u> | <u><u>117,329.74</u></u> | <u><u>-14,305.34</u></u> | <u><u>-12.2%</u></u> |

EXECUTIVE DIRECTOR'S REPORT

Nicole Kasin

Online License Renewals

The statistics are on the following page.

CPE Audits

The list of licensees has been selected for CPE audits and letters were sent out to those selected on September 11. The due date for the material to be received in our office is October 31, 2012.

Testing Center

There is a possible change in the location for the CPA exam testing center in Rapid City. Currently NASBA and Prometric are in negotiations on the new site. The contract for the new site is planned to be signed by October 1.

Future Calendar

At the board meeting on June 12, the Board approved my appointment to serve as the Executive Director's Committee Chair and the Executive Director Liaison to the NASBA Board of Directors. To keep the Board informed of days I will be out of the office I plan to utilize a future outlook in between our meetings.

On October 7-8, 2012, I will attend NASBA Board of Directors orientation training in Nashville, TN.

On October 25-27, 2012 I will attend NASBA Board of Directors meeting in Orlando, FL.

On October 28-31, 2012 I will attend NASBA Annual Conference in Orlando, FL.

On October 31 to November 1, 2012, I will attend NASBA International Forum in Orlando, FL.

Online Renewal Stats FY2013

| DATE | Form 19-Firm | | Form 27-Retired | | Form 28-Active | | Form 29-Inactive | | Daily Totals |
|-------------------------------|---------------|-----------|-----------------|----------|----------------|------------|------------------|----------|---------------|
| | COMP | APVD | BD | APVD | COMP | APVD | BD | APVD | |
| Monday, June 18, 2012 | 0 | 0 | 0 | 0 | 4 | 3 | 0 | 0 | 7 |
| Tuesday, June 19, 2012 | 4 | 0 | 2 | 0 | 14 | 2 | 3 | 0 | 25 |
| Wednesday, June 20, 2012 | 4 | 1 | 4 | 0 | 17 | 1 | 4 | 0 | 31 |
| Thursday, June 21, 2012 | 4 | 0 | 5 | 0 | 20 | 0 | 11 | 0 | 40 |
| Friday, June 22, 2012 | 2 | 0 | 0 | 0 | 7 | 0 | 4 | 1 | 14 |
| Saturday, June 23, 2012 | 0 | 0 | 0 | 0 | 1 | 1 | 3 | 0 | 5 |
| Sunday, June 24, 2012 | 0 | 0 | 1 | 0 | 2 | 0 | 1 | 1 | 5 |
| Monday, June 25, 2012 | 5 | 1 | 2 | 0 | 16 | 6 | 15 | 0 | 45 |
| Tuesday, June 26, 2012 | 3 | 0 | 0 | 0 | 15 | 1 | 4 | 0 | 23 |
| Wednesday, June 27, 2012 | 2 | 0 | 0 | 0 | 14 | 2 | 5 | 0 | 23 |
| Thursday, June 28, 2012 | 1 | 1 | 1 | 0 | 7 | 3 | 3 | 1 | 17 |
| Friday, June 29, 2012 | 2 | 0 | 0 | 0 | 11 | 2 | 3 | 0 | 18 |
| Saturday, June 30, 2012 | 0 | 0 | 1 | 0 | 2 | 0 | 1 | 0 | 4 |
| Sunday, July 01, 2012 | 0 | 0 | 1 | 0 | 2 | 0 | 3 | 0 | 6 |
| Monday, July 02, 2012 | 1 | 1 | 0 | 0 | 14 | 2 | 8 | 0 | 26 |
| Tuesday, July 03, 2012 | 1 | 1 | 0 | 0 | 8 | 5 | 5 | 0 | 20 |
| Wednesday, July 04, 2012 | 0 | 0 | 1 | 0 | 3 | 0 | 1 | 0 | 5 |
| Thursday, July 05, 2012 | 2 | 2 | 1 | 0 | 13 | 1 | 4 | 0 | 23 |
| Friday, July 06, 2012 | 4 | 0 | 0 | 0 | 17 | 0 | 1 | 0 | 22 |
| Saturday, July 07, 2012 | 0 | 0 | 0 | 0 | 1 | 0 | 0 | 0 | 1 |
| Sunday, July 08, 2012 | 1 | 0 | 0 | 0 | 4 | 2 | 4 | 0 | 11 |
| Monday, July 09, 2012 | 3 | 1 | 0 | 0 | 14 | 2 | 8 | 0 | 28 |
| Tuesday, July 10, 2012 | 2 | 1 | 0 | 0 | 5 | 1 | 2 | 0 | 11 |
| Wednesday, July 11, 2012 | 5 | 1 | 1 | 0 | 14 | 0 | 2 | 0 | 23 |
| Thursday, July 12, 2012 | 3 | 1 | 1 | 0 | 11 | 2 | 3 | 0 | 21 |
| Friday, July 13, 2012 | 2 | 1 | 2 | 0 | 8 | 0 | 4 | 0 | 17 |
| Saturday, July 14, 2012 | 1 | 0 | 0 | 0 | 0 | 3 | 2 | 0 | 6 |
| Sunday, July 15, 2012 | 1 | 0 | 0 | 0 | 5 | 0 | 2 | 0 | 8 |
| Monday, July 16, 2012 | 4 | 0 | 2 | 0 | 12 | 2 | 1 | 0 | 21 |
| Tuesday, July 17, 2012 | 1 | 0 | 1 | 0 | 17 | 5 | 7 | 0 | 31 |
| Wednesday, July 18, 2012 | 4 | 0 | 1 | 0 | 13 | 4 | 4 | 0 | 26 |
| Thursday, July 19, 2012 | 6 | 0 | 0 | 0 | 8 | 1 | 3 | 0 | 18 |
| Friday, July 20, 2012 | 2 | 0 | 1 | 0 | 16 | 2 | 5 | 0 | 26 |
| Saturday, July 21, 2012 | 1 | 0 | 0 | 0 | 3 | 0 | 1 | 0 | 5 |
| Sunday, July 22, 2012 | 4 | 1 | 0 | 0 | 10 | 2 | 3 | 0 | 20 |
| Monday, July 23, 2012 | 8 | 1 | 1 | 0 | 24 | 3 | 17 | 0 | 54 |
| Tuesday, July 24, 2012 | 11 | 0 | 0 | 0 | 17 | 5 | 6 | 0 | 39 |
| Wednesday, July 25, 2012 | 10 | 1 | 4 | 0 | 50 | 4 | 29 | 1 | 99 |
| Thursday, July 26, 2012 | 11 | 3 | 1 | 0 | 32 | 3 | 17 | 1 | 68 |
| Friday, July 27, 2012 | 9 | 3 | 1 | 0 | 24 | 6 | 16 | 0 | 59 |
| Saturday, July 28, 2012 | 2 | 0 | 1 | 0 | 7 | 1 | 4 | 0 | 15 |
| Sunday, July 29, 2012 | 6 | 0 | 0 | 0 | 8 | 2 | 4 | 2 | 22 |
| Monday, July 30, 2012 | 11 | 2 | 1 | 0 | 32 | 9 | 25 | 0 | 80 |
| Tuesday, July 31, 2012 | 23 | 3 | 3 | 0 | 41 | 7 | 17 | 0 | 94 |
| Wednesday, August 01, 2012 | 5 | 0 | 0 | 0 | 8 | 2 | 10 | 0 | 25 |
| Thursday, August 02, 2012 | 1 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 1 |
| Friday, August 03, 2012 | 0 | 0 | 1 | 0 | 1 | 0 | 0 | 0 | 2 |
| Saturday, August 04, 2012 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Sunday, August 05, 2012 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Monday, August 06, 2012 | 0 | 0 | 0 | 0 | 0 | 0 | 2 | 0 | 2 |
| Tuesday, August 07, 2012 | 0 | 0 | 0 | 0 | 0 | 0 | 1 | 0 | 1 |
| Wednesday, August 08, 2012 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Thursday, August 09, 2012 | 0 | 0 | 0 | 0 | 1 | 0 | 0 | 0 | 1 |
| Friday, August 10, 2012 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Saturday, August 11, 2012 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Sunday, August 12, 2012 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Monday, August 13, 2012 | 0 | 0 | 0 | 0 | 0 | 0 | 1 | 0 | 1 |
| Tuesday, August 14, 2012 | 1 | 0 | 0 | 0 | 2 | 0 | 1 | 0 | 4 |
| Wednesday, August 15, 2012 | 0 | 0 | 0 | 0 | 1 | 0 | 1 | 0 | 2 |
| Thursday, August 16, 2012 | 1 | 0 | 0 | 0 | 1 | 0 | 0 | 0 | 2 |
| Friday, August 17, 2012 | 1 | 0 | 1 | 0 | 2 | 0 | 1 | 0 | 5 |
| Saturday, August 18, 2012 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Sunday, August 19, 2012 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Monday, August 20, 2012 | 0 | 0 | 0 | 0 | 1 | 0 | 1 | 0 | 2 |
| Tuesday, August 21, 2012 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Wednesday, August 22, 2012 | 0 | 0 | 0 | 0 | 0 | 1 | 0 | 0 | 1 |
| Thursday, August 23, 2012 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Friday, August 24, 2012 | 0 | 0 | 0 | 0 | 0 | 1 | 1 | 0 | 2 |
| Saturday, August 25, 2012 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Sunday, August 26, 2012 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Monday, August 27, 2012 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Tuesday, August 28, 2012 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Wednesday, August 29, 2012 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Thursday, August 30, 2012 | 0 | 0 | 0 | 0 | 1 | 0 | 0 | 0 | 1 |
| Friday, August 31, 2012 | 0 | 0 | 0 | 0 | 0 | 0 | 1 | 0 | 1 |
| Wednesday, September 05, 2012 | 0 | 0 | 0 | 0 | 0 | 1 | 0 | 0 | 1 |
| Monday, September 10, 2012 | 0 | 0 | 0 | 0 | 0 | 0 | 1 | 0 | 1 |
| Totals | 175 | 26 | 42 | 0 | 581 | 100 | 288 | 7 | 1217 |
| Totals per form | 201 | | 42 | | 681 | | 293 | | |
| Total Renewals | | | | | | | | | |
| Online & Via Mail | 281 | | 69 | | 1109 | | 396 | | 1855 |
| Stats through 9/10/12 | | | | | | | | | |
| % Completed Online | 71.53% | | 60.87% | | 61.41% | | 73.99% | | 65.61% |
| Expired Status | 19 | | 1 | | 14 | | 13 | | 47 |
| % Completed overall | 93.67% | | 98.57% | | 98.75% | | 96.82% | | 97.53% |



CANDIDATE CONCERNS 12Q2

CANDIDATE CARE DEPARTMENT

PENNY VERNON, MANAGER

BRUCE COSTAIN, CANDIDATE ADVOCATE

NASBA

NATIONAL ASSOCIATION OF STATE BOARDS OF ACCOUNTANCY

150 Fourth Avenue North, Suite 700 Nashville, TN 37219-2417 Tel 615/880-4200 fax 615/880-4290

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CANDIDATE CARE DEPARTMENT: CANDIDATE CONCERNS 12Q2

APRIL 1-MAY 31, 2012

This report outlines a change in the Retest Policy and summarizes the incidents reported to NASBA's Candidate Care Department by CPA Examination candidates during the 12Q2 testing window.

Retest Policy:

The revised retest policy became effective at the beginning of this testing window. It did not change regarding the handling of FAIRs (Free and Immediate Retests). Candidates who experienced difficulties during testing and were unable to complete their examinations were contacted by Prometric to reschedule at their earliest convenience.

Changes were made to the policy for candidates who reported difficulties after testing to NASBA's Candidate Care Department or to their Boards of Accountancy. Candidates who qualified for a free retest were given two options. If they wished to retest in the current window, their original score would be held and their eligibility cleared so that they could retake the examination before the end date of the window. Once they had retaken the exam the new result would over-ride the first exam and would be released to the candidates with the others from the same testing window.

However, the candidates were also given the option of receiving their scores. If they found that they did not pass they were informed they could contact NASBA within 30 days of receiving their scores to request a new NTS at no cost; and would therefore test in a future window.

Invalid XML Results:

At the end of April, Prometric released an update to the test driver software that resulted in the AICPA not being able to load results generated by that software into their systems. A fix was deployed within the week and impacted results (approximately 116) were fixed and returned to the AICPA. Candidate responses were not impacted.

Difficulty Restarting Interrupted Examinations:

Candidates began reporting to NASBA's Candidate Care Department that their computers froze part way through their exams and after several attempts could not be restarted. The candidates had to be rescheduled by Prometric and NASBA extended NTSS as needed.

Approximately 68 candidates were impacted by this issue before a fix was identified and implemented by Prometric. Those candidates who were unable to reschedule within the window and who were concerned about losing credits were referred by NASBA to their State Boards of Accountancy to appeal for extensions.

Center/Candidates Not Able to Test:

An increase in Center/Candidate Not Able to Test (CNATT) reports at the end of the window (as a result of center closures for technical reasons) resulted in 139 candidates in Westbury, CT and 29 candidates in Burlington, VT being unable to test. All of the candidates were contacted by Prometric and rescheduled.

In addition to Westbury and Burlington, there were other centers that were not able to test due to unforeseen hardware, software, environmental or weather related issues. Most of these occurred while candidates were testing. In those situations candidates were not able to complete their exams. For these candidates some result files had become corrupted to the point of failure. A total of thirty results were impacted. These candidates were contacted to reschedule their examinations.

Due to the number of candidates who needed to reschedule in the testing window, Prometric extended the window to the end of the first week of June.

Prometric is currently working to identify lessons learned from the events that took place during the 12Q2 window in order to minimize operational impacts going forward.

Conclusion:

As always NASBA's Candidate Care Department has served as an advocate for your candidates, working individually and personally to resolve their various issues. We value the opportunity to serve this population of eager, conscientious and professional individuals as they continue in their efforts to achieve this life-changing goal of becoming a CPA. If you have any questions or concerns please contact Penny Vernon, Manager, Candidate Care, NASBA at pvernon@nasba.org or directly at 615-880-4209.

Candidate Concerns: Categories and Totals

| | Window | 11Q2 | 11Q3 | 11Q4 | 12Q1 | 12Q2 |
|-----------------------------|--------|--------------|--------------|--------------|------------|------------|
| Non NASBA | | 453 | 721 | 491 | 300 | 453 |
| AICPA & Test Content | | 11 | 16 | 9 | 12 | 7 |
| Calculator | | 0 | 0 | 0 | 5 | 1 |
| Candidate Error | | 71 | 76 | 55 | 62 | 54 |
| Confirmation of Attendance | | 102 | 136 | 109 | 63 | 121 |
| Delay/Time Loss | | 76 | 122 | 110 | 22 | 15 |
| Environment | | 0 | 237 | 33 | 18 | 1 |
| Other | | 7 | 8 | 0 | 0 | 0 |
| Prometric Scheduling Issues | | 38 | 20 | 22 | 18 | 3 |
| Prometric Site Issues | | 28 | 34 | 43 | 36 | 35 |
| Technical | | 120 | 72 | 110 | 46 | 216 |
| NASBA | | 174 | 246 | 241 | 178 | 172 |
| Coordinator follow-up | | 78 | 124 | 137 | 95 | 84 |
| CPAES & NCD | | 96 | 122 | 104 | 83 | 88 |
| International Exam | | 538 | 407 | 321 | 424 | 361 |
| TOTAL | | 1,165 | 1,374 | 1,053 | 902 | 986 |

**Note: The Coordinator Follow-up and CPAES & NCD categories primarily consist of inquiries made by candidates with questions and/or concerns about the entire process of taking the CPA Examination. Each is responded to either directly by the Candidate Care Department or transferred to the appropriate examination coordinator for follow-up.*