

Meeting Agenda
SOUTH DAKOTA BOARD OF ACCOUNTANCY
 Conference Call
 Call in Number 1-844-833-2684 Access Code 0549878#
 October 23, 2019
 9:00 a.m. (CT)

A=Action
 D=Discussion
 I=Information

A. Call to Order.....	Budahl
B. Roll Call	Kasin
C. Public Comment.....	Oratory
D. A-Approval of Minutes of Meeting September 19, 2019.....	2-3
E. A-Approval of Certificates & Firm Permits.....	4-5
F. A-Approval of Financial Statements through September 2019.....	6-14
G. A-Report to Board on Grades.....	15-16
H. A-Request for Reinstatement of Relinquished CPA license.....	17-20
I. D-Executive Director's Report.....	21

EXECUTIVE SESSION

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

- K. Meeting Dates
 - December 11 – 9:00 Conference Call
 - January 22, 2020 – 8:30 Conference Call
 - March 24, 2020 – 8:30 Conference Call
- L. Adjournment

Meeting Minutes
SOUTH DAKOTA BOARD OF ACCOUNTANCY
Conference Call
September 19, 2019 9:00 a.m. CT

Chair Deidre Budahl called the meeting to order at 9:02 a.m. Nicole Kasin called the roll. A quorum was present.

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

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

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

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

Marty Guindon made a motion to approve the August 14, 2019 meeting minutes. David Pummel seconded the motion. A roll call vote was taken. **MOTION PASSED.** (Tolsma-yea; Guindon -yea; Pummel-yea; Smith-yea; Strand-excused; Budahl-yea)

David Pummel made a motion to approve the issuance of individual certificates through September 12, 2019. Jay Tolsma seconded the motion. A roll call vote was taken. **MOTION PASSED.** (Tolsma-yea; Guindon-yea; Pummel-yea; Smith-yea; Strand-excused; Budahl-yea)

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

Executive Director Kasin discussed her report on renewals for individuals and firms, an update on the Board AUP, a recap on the August 15, 2019 Educator's Conference, and rule changes for CPA Exam continuous testing.

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

The Board came out of executive session.

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

FUTURE MEETING DATES (all times CT)

October 23, 2019 - 9:00 a.m. conference call

December 11, 2019 – 9:00 a.m. conference call

January 22, 2020 – 8:30 a.m. conference call

March 24, 2020 – 8:30 a.m. conference call

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

All business having come before the board was concluded and Chair Deidre Budahl adjourned the meeting at 9:25 a.m.

Deidre Budahl, CPA, Chair

Attest:

Nicole Kasin, Executive Director

Jeff Smith, Sec/Treasurer

**CERTIFIED PUBLIC ACCOUNTANT CERTIFICATES
BOARD COPY**

Issued Through October 17, 2019

Number	Name	Date Issued	Location
3445	Nickolas Mark Gottsleben	10/02/19	Sioux Falls, SD
3446	Sinda Athleen Reichelt	10/10/19	Sioux Falls, SD
3447	Amanda Kimberly Steiner	10/15/19	Yankton, SD
3448	Adam John Beyer	10/16/19	Sioux Falls, SD
3449	Michael Robert Gallo	10/17/19	Belle Fourche, SD
3450	Kyle Kenneth Millar	10/17/19	Sioux Falls, SD

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

**Issued Through
October 17, 2019**

Number	Name	Date Issued	Basis/Comments
1736	Integrity Accounting Allies, LLP Brookings, SD	10/01/19	New Firm

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

COMPANY	CENTER	ACCOUNT	BALANCE	DR/CR	CENTER DESCRIPTION
6503	103100061802	1140000	518,310.67	DR	BOARD OF ACCOUNTANCY
COMPANY/SOURCE TOTAL 6503 618			518,310.67	DR *	
COMP/BUDG UNIT TOTAL 6503 1031			518,310.67	DR **	
BUDGET UNIT TOTAL 1031			518,310.67	DR ***	

AGENCY	UNIT	LABOR & REGULATION	BOARD OF ACCOUNTANCY	BOARD OF ACCOUNTANCY	COMP	CENTER	ACCOUNT	DOCUMENT NUMBER	POSTING DATE	JV APPL #	OR PAYMENT #	SHORT NAME	VENDOR NUMBER	VENDOR GROUP	AMOUNT	DR/CR
10	1031	LABOR & REGULATION BOARD OF ACCOUNTANCY		6503	103100061802	51010100	CGEX190911	09/18/2019							2,613.26	DR
103100061802	5101010	F-T EMP SAL & WAGES		6503	103100061802	51010200	CGEX190911	09/18/2019							2,613.26	DR
103100061802	5101020	P-T/TEMP EMP SAL & WAGES		6503	103100061802	51020100	CGEX190911	09/18/2019							1,154.78	DR
103100061802	5101020	EMPLOYEE SALARIES		6503	103100061802	51020100	CGEX190911	09/18/2019							3,768.04	DR
103100061802	5102010	OAST-EMPLOYER'S SHARE		6503	103100061802	51020200	CGEX190911	09/18/2019							252.10	DR
103100061802	5102020	RETIREMENT-ER SHARE		6503	103100061802	51020600	CGEX190911	09/18/2019							226.10	DR
103100061802	5102060	HEALTH/LIFE INS.-ER SHARE		6503	103100061802	51020800	CGEX190911	09/18/2019							859.24	DR
103100061802	5102080	WORKER'S COMPENSATION		6503	103100061802	51020900	CGEX190911	09/18/2019							4.90	DR
103100061802	5102090	EMPLOYMENT COMPENSATION		6503	103100061802	51020900	CGEX190911	09/18/2019							1.67	DR
103100061802	5102090	EMPLOYEE BENEFITS		6503	103100061802	52040200	DUES 2019	09/13/2019							1,344.01	DR
103100061802	5204020	PERSONAL SERVICES		6503	103100061802	52040500	DUES 2019	09/13/2019							5,112.05	DR
103100061802	5204050	DUES & MEMBERSHIP FEES		6503	103100061802	52040500	DUES 2019	09/13/2019							3,200.00	DR
103100061802	5204050	19-1000-061		6503	103100061802	52040500	8420	09/11/2019							1,875.00	DR
103100061802	5204050	19-1000-061		6503	103100061802	52040500	8587	09/18/2019							1,875.00	DR
103100061802	5204050	COMPUTER CONSULTANT		6503	103100061802	52041800	DP008095	09/25/2019							3,750.00	DR
103100061802	5204180	COMPUTER SERVICES-STATE		6503	103100061802	52041810	DP008095	09/25/2019							469.80	DR
103100061802	5204181	BIT DEVELOPMENT COSTS		6503	103100061802	52042000	PL008057	09/11/2019							53.38	DR
103100061802	5204200	CENTRAL SERVICES		6503	103100061802	52042200	IN652022	09/25/2019							430.89	DR
103100061802	5204220	EQUIPMENT SERV & MAINT		6503	103100061802	52042300	20106 JUL-JUN 20	09/25/2019							84.82	DR
103100061802	5204230	JANITORIAL & MAINT SERV		6503	103100061802	52042300	20106 JUL-JUN 20	09/25/2019							139.67	DR

STATE OF SOUTH DAKOTA
MONTHLY EXPENDITURE REPORT
FOR PERIOD ENDING: 09/30/2019

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

COMP	CENTER	ACCOUNT	DOCUMENT NUMBER	POSTING DATE	JV APPL #, OR PAYMENT #	SHORT NAME	VENDOR NUMBER	VENDOR GROUP	AMOUNT	DR/ CR
6503	1031000061802	52044600	N7880744	09/13/2019	00603493	MAILETNANC	12219369		603.00	DR
6503	103100061802	52044900	EQUIPMENT RENTAL ACCOUNTRENT19-20	09/13/2019	142642	MCGINNISRO	12074040		603.00	DR
6503	103100061802	52045300	RENTS-PRIVATE OWNED PROP.	09/11/2019					1,380.75	DR
6503	103100061802	52045300	TL008057	09/11/2019					24.00	DR
6503	103100061802	52045300	TL008057	09/11/2019					52.89	DR
6503	103100061802	52045300	TL008057	09/11/2019					24.00	CR
6503	103100061802	52045300	TL008152	09/11/2019					99.60	DR
6503	103100061802	52045300	1744557483	09/25/2019		WESTONITE	12142271	02	43.38	DR
6503	103100061802	52045300	8381416X8242019	09/06/2019		ATTMOBILIT	12279233		151.07	DR
6503	103100061802	52045400	TELECOMMUNICATIONS SRVCS	09/13/2019	02308144	XCELENERGY	12023853		318.05	DR
6503	103100061802	52047400	ELECTRICITY C1100A-011	09/06/2019	226120				75.45	DR
6503	103100061802	52049600	BANK FEES AND CHARGES 250	09/25/2019	00605071	NATLASSNST	12005047		508.65	DR
6503	103100061802	52050280	OTHER CONTRACTUAL SERVICE CONTRACTUAL SERVICES	09/18/2019	00604247	HPINC	12125515	11	7,085.60	DR
6503	103100061802	52050280	0443860	09/25/2019	00605656	STAPLESADV	12163692	01	18,100.06	DR
6503	103100061802	52050280	3423171485 & 486	09/25/2019					37.64	DR
6503	103100061802	52053200	OFFICE SUPPLIES 25969	09/13/2019	00603521	PREFERRRDP	12308425		38.03	DR
6503	103100061802	5228000	PRINTING-COMMERCIAL SUPPLIES & MATERIALS T100-039	09/25/2019					10.35	DR
6503	103100061802	5228000	OPER TRANS OUT -NON BUDGT NONOP EXP/NONBGTD OF TR OPERATING EXPENSES						945.98	DR
6503	103100061802	5228000	5228						945.98	DR
6503	103100061802	5228000	52						19,094.42	DR
6503	103100061802	5228000	6503						24,206.47	DR
6503	103100061802	5228000	1031						24,206.47	DR
6503	103100061802	5228000	B. UNIT: 1031						24,206.47	DR

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

	Sep 30, 19
ASSETS	
Current Assets	
Checking/Savings	
1130000 · Local Checking - Great Western	5,759.32
1140000 · Pool Cash State of SD	518,310.67
Total Checking/Savings	524,069.99
Other Current Assets	
1131000 · Interest Income Receivable	18,765.30
1213000 · Investment Income Receivable	2,557.09
Total Other Current Assets	21,322.39
Total Current Assets	545,392.38
Fixed Assets	
1670000 · Computer Software	
Original Cost	34,075.00
1770000 · Depreciation	-8,045.70
Total 1670000 · Computer Software	26,029.30
Total Fixed Assets	26,029.30
TOTAL ASSETS	571,421.68
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
2110000 · Accounts Payable	11,865.16
Total Accounts Payable	11,865.16
Other Current Liabilities	
2430000 · Accrued Wages Payable	9,046.39
2810000 · Amounts Held for Others	23,726.33
Total Other Current Liabilities	32,772.72
Total Current Liabilities	44,637.88
Long Term Liabilities	
2960000 · Compensated Absences Payable	25,918.05
Total Long Term Liabilities	25,918.05
Total Liabilities	70,555.93
Equity	
3220000 · Net Position	291,795.44
3300100 · Invested In Capital Assets	26,029.58
3900 · Retained Earnings	24,442.67
Net Income	158,598.06
Total Equity	500,865.75
TOTAL LIABILITIES & EQUITY	571,421.68

South Dakota Board of Accountancy

Profit & Loss Budget vs. Actual

July through September 2019

	Jul - Sep 19	Budget	\$ Over Budget	% of Budget
Ordinary Income/Expense				
Income				
4293550 · Initial Individual Certificate	3,510.00	2,500.00	1,010.00	140.4%
4293551 · Certificate Renewals-Active	62,100.00	62,500.00	-400.00	99.4%
4293552 · Certificate Renewals-Inactive				
5208014 · REFUNDS	-40.00			
4293552 · Certificate Renewals-Inactive - Other	19,700.00	21,000.00	-1,300.00	93.8%
Total 4293552 · Certificate Renewals-Inactive	19,660.00	21,000.00	-1,340.00	93.6%
4293553 · Certificate Renewals-Retired	1,240.00	1,400.00	-160.00	88.6%
4293554 · Initial Firm Permits	50.00	700.00	-650.00	7.1%
4293555 · Firm Permit Renewals	11,000.00	14,500.00	-3,500.00	75.9%
4293557 · Initial Audit	30.00	900.00	-870.00	3.3%
4293558 · Re-Exam Audit	540.00	2,460.00	-1,920.00	22.0%
4293561 · Late Fees-Certificate Renewals				
5208006 · REFUNDS	-100.00			
4293561 · Late Fees-Certificate Renewals - Other	2,050.00	3,000.00	-950.00	68.3%
Total 4293561 · Late Fees-Certificate Renewals	1,950.00	3,000.00	-1,050.00	65.0%
4293562 · Late Fees-Firm Permits	0.00	0.00	0.00	0.0%
4293563 · Late Fees-Firm Permit Renewals	300.00	500.00	-200.00	60.0%
4293564 · Late Fees-Peer Review	100.00	1,300.00	-1,200.00	7.7%
4293566 · Firm Permit Owners	111,225.00	109,000.00	2,225.00	102.0%
4293567 · Peer Review Admin Fee	75.00	5,500.00	-5,425.00	1.4%
4293568 · Firm Permit Name Change	100.00	100.00	0.00	100.0%
4293569 · Initial FAR	180.00	1,140.00	-960.00	15.8%
4293570 · Initial REG	90.00	660.00	-570.00	13.6%
4293571 · Inital BEC	90.00	930.00	-840.00	9.7%
4293572 · Re-Exam FAR	480.00	1,860.00	-1,380.00	25.8%
4293573 · Re-Exam REG	690.00	2,310.00	-1,620.00	29.9%
4293574 · Re-Exam BEC	630.00	2,310.00	-1,680.00	27.3%
4491000 · Interest and Dividend Revenue	9,932.08	5,000.00	4,932.08	198.6%
4896021 · Legal Recovery Cost	0.00	1,000.00	-1,000.00	0.0%
4950000 · Prior Period Refund Account	0.00	0.00	0.00	0.0%
Total Income	223,972.08	240,570.00	-16,597.92	93.1%
Gross Profit	223,972.08	240,570.00	-16,597.92	93.1%
Expense				
5101010 · F-T Emp Sal & Wages	16,476.96	82,258.00	-65,781.04	20.0%
5101020 · P-T/Temp Emp Sal & Wages	9,617.29	43,000.00	-33,382.71	22.4%
5101030 · Board & Comm Mbrs Fees	1,740.00	4,739.00	-2,999.00	36.7%
5102010 · OASI-Employer's Share	1,909.68	9,582.00	-7,672.32	19.9%
5102020 · Retirement-ER Share	1,451.05	7,515.00	-6,063.95	19.3%
5102060 · Health /Life Ins.-ER Share	5,264.84	8,470.00	-3,205.16	62.2%
5102080 · Worker's Compensation	33.92	213.00	-179.08	15.9%
5102090 · Unemployment Insurance	11.54	125.00	-113.46	9.2%
5203010 · Auto--State Owned	47.79	400.00	-352.21	11.9%
5203020 · Auto-Private-Ownes Low Mileage	104.42	400.00	-295.58	26.1%
5203030 · In State-Auto- Priv. High Miles	687.96	1,500.00	-812.04	45.9%
5203100 · In State-Lodging	338.00	1,000.00	-662.00	33.8%
5203120 · In State-Incidentals to Travel	0.00	100.00	-100.00	0.0%
5203140 · InState-Tax Meals Not OverNigt	0.00	100.00	-100.00	0.0%
5203150 · InState-Non-Tax Meals OverNigt	138.00	400.00	-262.00	34.5%
5203220 · OS-Auto Private Low Mileage	0.00	100.00	-100.00	0.0%
5203260 · OS-Air Commercial Carrier	0.00	6,500.00	-6,500.00	0.0%
5203280 · OS-Other Public Carrier	0.00	700.00	-700.00	0.0%
5203300 · OS-Lodging	0.00	9,000.00	-9,000.00	0.0%
5203320 · OS-Incidentals to Travel	0.00	500.00	-500.00	0.0%
5203350 · OS-Non-Taxable Meals Overnight	0.00	1,000.00	-1,000.00	0.0%
5204010 · Subscriptions	0.00	1,000.00	-1,000.00	0.0%
5204020 · Dues and Membership Fees	3,200.00	3,900.00	-700.00	82.1%
5204030 · Legal Document Fees	0.00	300.00	-300.00	0.0%
5204040 · Consultant Fees-Accounting	0.00	7,300.00	-7,300.00	0.0%
5204050 · Consultant Fees - Computer	1,875.00	15,000.00	-13,125.00	12.5%

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

	Jul - Sep 19	Budget	\$ Over Budget	% of Budget
5204080 · Consultant Fees--Legal	0.00	0.00	0.00	0.0%
5204160 · Workshop Registration Fees	2,780.00	6,500.00	-3,720.00	42.8%
5204180 · Computer Services-State	939.60	5,000.00	-4,060.40	18.8%
5204181 · Computer Development Serv-State	274.51	2,000.00	-1,725.49	13.7%
5204200 · Central Services	2,107.18	9,000.00	-6,892.82	23.4%
5204220 · Equipment Service & Maintenance	19.47	300.00	-280.53	6.5%
5204230 · Janitorial/Maintenance Services	418.99	1,700.00	-1,281.01	24.6%
5204340 · Computer Software Maintenance	0.00	2,000.00	-2,000.00	0.0%
5204360 · Advertising-Newspapers	0.00	1,000.00	-1,000.00	0.0%
5204440 · Newsletter Publishing	0.00	100.00	-100.00	0.0%
5204460 · Equipment Rental	840.00	4,000.00	-3,160.00	21.0%
5204490 · Rents Privately Owned Property	5,523.00	16,235.10	-10,712.10	34.0%
5204510 · Rent-Other	0.00	500.00	-500.00	0.0%
5204530 · Telecommunications Services	645.30	4,500.00	-3,854.70	14.3%
5204540 · Electricity	234.53	865.00	-630.47	27.1%
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	4,347.56	6,500.00	-2,152.44	66.9%
5204960 · Other Contractual Services	538.80	24,000.00	-23,461.20	2.2%
5205020 · Office Supplies	148.67	3,000.00	-2,851.33	5.0%
5205028 · OFFICE SUPPLIES-2	5.21	0.00	5.21	100.0%
5205310 · Printing State	0.00	250.00	-250.00	0.0%
5205320 · Printing/Duplicating/Binding Co	27.60	1,000.00	-972.40	2.8%
5205330 · Supplemental Publications	0.00	700.00	-700.00	0.0%
5205340 · Microfilm Supplies/Materials	0.00	0.00	0.00	0.0%
5205350 · Postage	0.00	2,000.00	-2,000.00	0.0%
5207430 · Office Machines	0.00	100.00	-100.00	0.0%
5207900 · Computer Hardware	653.40	6,800.00	-6,146.60	9.6%
5207950 · System Development	0.00	1,000.00	-1,000.00	0.0%
5207955 · Computer Hardware Other	0.00	500.00	-500.00	0.0%
5207960 · Computer Software Expense	0.00	500.00	-500.00	0.0%
5228000 · Operating Transfers Out-NonBudg	1,553.97	6,000.00	-4,446.03	25.9%
5228030 · Depreciation Expense	1,419.78	5,679.12	-4,259.34	25.0%
Total Expense	65,374.02	318,781.22	-253,407.20	20.5%
Net Ordinary Income	158,598.06	-78,211.22	236,809.28	-202.8%
Net Income	158,598.06	-78,211.22	236,809.28	-202.8%

South Dakota Board of Accountancy
PREVIOUS YEAR MONTHLY COMPARISON
September 2019

	<u>Sep 19</u>	<u>Sep 18</u>	<u>\$ Change</u>	<u>% Change</u>
Ordinary Income/Expense				
Income				
4293550 · Initial Individual Certificate	125.00	200.00	-75.00	-37.5%
4293551 · Certificate Renewals-Active	150.00	650.00	-500.00	-76.9%
4293552 · Certificate Renewals-Inactive	150.00	100.00	50.00	50.0%
4293553 · Certificate Renewals-Retired	20.00	0.00	20.00	100.0%
4293555 · Firm Permit Renewals	50.00	150.00	-100.00	-66.7%
4293557 · Initial Audit	0.00	30.00	-30.00	-100.0%
4293558 · Re-Exam Audit	180.00	180.00	0.00	0.0%
4293561 · Late Fees-Certificate Renewals	300.00	250.00	50.00	20.0%
4293563 · Late Fees-Firm Permit Renewals	50.00	150.00	-100.00	-66.7%
4293566 · Firm Permit Owners	130.00	195.00	-65.00	-33.3%
4293569 · Initial FAR	60.00	60.00	0.00	0.0%
4293570 · Initial REG	30.00	0.00	30.00	100.0%
4293571 · Initial BEC	30.00	0.00	30.00	100.0%
4293572 · Re-Exam FAR	180.00	210.00	-30.00	-14.3%
4293573 · Re-Exam REG	210.00	180.00	30.00	16.7%
4293574 · Re-Exam BEC	180.00	120.00	60.00	50.0%
Total Income	<u>1,845.00</u>	<u>2,475.00</u>	<u>-630.00</u>	<u>-25.5%</u>
Gross Profit	1,845.00	2,475.00	-630.00	-25.5%
Expense				
5101010 · F-T Emp Sal & Wages	2,613.26	2,587.73	25.53	1.0%
5101020 · P-T/Temp Emp Sal & Wages	1,154.78	1,154.79	-0.01	0.0%
5102010 · OASI-Employer's Share	252.10	255.17	-3.07	-1.2%
5102020 · Retirement-ER Share	226.10	224.57	1.53	0.7%
5102060 · Health /Life Ins.-ER Share	859.24	747.83	111.41	14.9%
5102080 · Worker's Compensation	4.90	6.00	-1.10	-18.3%
5102090 · Unemployment Insurance	1.67	1.26	0.41	32.5%
5204160 · Workshop Registration Fees	2,780.00	2,780.00	0.00	0.0%
5204180 · Computer Services-State	0.00	99.30	-99.30	-100.0%
5204181 · Computer Development Serv-State	0.00	355.00	-355.00	-100.0%
5204200 · Central Services	430.89	0.00	430.89	100.0%
5204220 · Equipment Service & Maintenance	5.82	3.23	2.59	80.2%
5204230 · Janitorial/Maintenance Services	139.67	136.93	2.74	2.0%
5204340 · Computer Software Maintenance	0.00	405.60	-405.60	-100.0%
5204460 · Equipment Rental	79.00	56.80	22.20	39.1%
5204490 · Rents Privately Owned Property	1,380.75	1,380.75	0.00	0.0%
5204530 · Telecommunications Services	274.32	305.62	-31.30	-10.2%
5204540 · Electricity	85.00	81.25	3.75	4.6%
5204740 · Bank Fees and Charges	508.65	777.48	-268.83	-34.6%
5205028 · OFFICE SUPPLIES-2	0.39	0.00	0.39	100.0%
5205320 · Printing/Duplicating/Binding Co	0.00	20.70	-20.70	-100.0%
5205330 · Supplemental Publications	0.00	486.25	-486.25	-100.0%
5228000 · Operating Transfers Out-NonBudg	945.98	856.79	89.19	10.4%
5228030 · Depreciation Expense	473.26	473.26	0.00	0.0%
Total Expense	<u>12,215.78</u>	<u>13,196.31</u>	<u>-980.53</u>	<u>-7.4%</u>
Net Ordinary Income	<u>-10,370.78</u>	<u>-10,721.31</u>	<u>350.53</u>	<u>3.3%</u>
Net Income	<u>-10,370.78</u>	<u>-10,721.31</u>	<u>350.53</u>	<u>3.3%</u>

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

	Jul - Sep 19	Jul - Sep 18	\$ Change	% Change
Ordinary Income/Expense				
Income				
4293550 · Initial Individual Certificate	3,510.00	700.00	2,810.00	401.4%
4293551 · Certificate Renewals-Active	62,100.00	62,600.00	-500.00	-0.8%
4293552 · Certificate Renewals-Inactive	19,660.00	19,900.00	-240.00	-1.2%
4293553 · Certificate Renewals-Retired	1,240.00	1,290.00	-50.00	-3.9%
4293554 · Initial Firm Permits	50.00	100.00	-50.00	-50.0%
4293555 · Firm Permit Renewals	11,000.00	13,750.00	-2,750.00	-20.0%
4293557 · Initial Audit	30.00	120.00	-90.00	-75.0%
4293558 · Re-Exam Audit	540.00	510.00	30.00	5.9%
4293561 · Late Fees-Certificate Renewals	1,950.00	2,250.00	-300.00	-13.3%
4293563 · Late Fees-Firm Permit Renewals	300.00	750.00	-450.00	-60.0%
4293564 · Late Fees-Peer Review	100.00	450.00	-350.00	-77.8%
4293566 · Firm Permit Owners	111,225.00	104,940.00	6,285.00	6.0%
4293567 · Peer Review Admin Fee	75.00	450.00	-375.00	-83.3%
4293568 · Firm Permit Name Change	100.00	0.00	100.00	100.0%
4293569 · Initial FAR	180.00	330.00	-150.00	-45.5%
4293570 · Initial REG	90.00	150.00	-60.00	-40.0%
4293571 · Initial BEC	90.00	30.00	60.00	200.0%
4293572 · Re-Exam FAR	480.00	510.00	-30.00	-5.9%
4293573 · Re-Exam REG	690.00	690.00	0.00	0.0%
4293574 · Re-Exam BEC	630.00	690.00	-60.00	-8.7%
4491000 · Interest and Dividend Revenue	9,932.08	5,660.71	4,271.37	75.5%
Total Income	223,972.08	215,870.71	8,101.37	3.8%
Gross Profit	223,972.08	215,870.71	8,101.37	3.8%
Expense				
5101010 · F-T Emp Sal & Wages	16,476.96	15,607.21	869.75	5.6%
5101020 · P-T/Temp Emp Sal & Wages	9,617.29	8,380.61	1,236.68	14.8%
5101030 · Board & Comm Mbrs Fees	1,740.00	1,320.00	420.00	31.8%
5102010 · OASI-Employer's Share	1,909.68	1,740.60	169.08	9.7%
5102020 · Retirement-ER Share	1,451.05	1,439.36	11.69	0.8%
5102060 · Health /Life Ins.-ER Share	5,264.84	4,496.71	768.13	17.1%
5102080 · Worker's Compensation	33.92	38.40	-4.48	-11.7%
5102090 · Unemployment Insurance	11.54	8.15	3.39	41.6%
5203010 · Auto--State Owned	47.79	61.59	-13.80	-22.4%
5203020 · Auto-Private-Ownes Low Mileage	104.42	103.04	1.38	1.3%
5203030 · In State-Auto- Priv. High Miles	687.96	782.04	-94.08	-12.0%
5203100 · In State-Lodging	338.00	237.00	101.00	42.6%
5203120 · In State-Incidentals to Travel	0.00	10.00	-10.00	-100.0%
5203140 · InState-Tax Meals Not OverNigt	0.00	22.00	-22.00	-100.0%
5203150 · InState-Non-Tax Meals OverNigt	138.00	148.00	-10.00	-6.8%
5203260 · OS-Air Commercial Carrier	0.00	2,015.20	-2,015.20	-100.0%
5203280 · OS-Other Public Carrier	0.00	785.27	-785.27	-100.0%
5203300 · OS-Lodging	0.00	1,760.92	-1,760.92	-100.0%
5203320 · OS-Incidentals to Travel	0.00	339.00	-339.00	-100.0%
5203350 · OS-Non-Taxable Meals Overnight	0.00	229.00	-229.00	-100.0%
5204020 · Dues and Membership Fees	3,200.00	3,200.00	0.00	0.0%
5204050 · Consultant Fees - Computer	1,875.00	15,049.90	-13,174.90	-87.5%
5204160 · Workshop Registration Fees	2,780.00	2,780.00	0.00	0.0%
5204180 · Computer Services-State	939.60	297.90	641.70	215.4%
5204181 · Computer Development Serv-State	274.51	390.50	-115.99	-29.7%
5204200 · Central Services	2,107.18	1,388.36	718.82	51.8%
5204220 · Equipment Service & Maintenance	19.47	5.50	13.97	254.0%
5204230 · Janitorial/Maintenance Services	418.99	410.79	8.20	2.0%
5204340 · Computer Software Maintenance	0.00	405.60	-405.60	-100.0%
5204460 · Equipment Rental	840.00	716.60	123.40	17.2%
5204490 · Rents Privately Owned Property	5,523.00	3,919.65	1,603.35	40.9%
5204530 · Telecommunications Services	645.30	1,296.69	-651.39	-50.2%
5204540 · Electricity	234.53	199.26	35.27	17.7%
5204560 · Water	0.00	22.35	-22.35	-100.0%
5204740 · Bank Fees and Charges	4,347.56	3,994.75	352.81	8.8%
5204960 · Other Contractual Services	538.80	86.50	452.30	522.9%
5205020 · Office Supplies	148.67	66.00	82.67	125.3%
5205028 · OFFICE SUPPLIES-2	5.21	0.00	5.21	100.0%

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

	<u>Jul - Sep 19</u>	<u>Jul - Sep 18</u>	<u>\$ Change</u>	<u>% Change</u>
5205320 · Printing/Duplicating/Binding Co	27.60	89.70	-62.10	-69.2%
5205330 · Supplemental Publications	0.00	486.25	-486.25	-100.0%
5207900 · Computer Hardware	653.40	0.00	653.40	100.0%
5228000 · Operating Transfers Out-NonBudg	1,553.97	2,020.61	-466.64	-23.1%
5228030 · Depreciation Expense	1,419.78	1,419.78	0.00	0.0%
Total Expense	<u>65,374.02</u>	<u>77,770.79</u>	<u>-12,396.77</u>	<u>-15.9%</u>
Net Ordinary Income	<u>158,598.06</u>	<u>138,099.92</u>	<u>20,498.14</u>	<u>14.8%</u>
Net Income	<u><u>158,598.06</u></u>	<u><u>138,099.92</u></u>	<u><u>20,498.14</u></u>	<u><u>14.8%</u></u>

REPORT TO BOARD ON GRADES

Nicole Kasin

The grades were posted for review for the 62nd window. These grades are through September 2019. I have included the average scores per school since CBT started along with the number of students that have sat for their school respectively. The last chart shows the averages for the past 8 windows.

Overall Average Window 1-62

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

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

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

Count of Score	Section				Grand Total
School	AUD	BEC	FAR	REG	Grand Total
Augie	116	114	111	126	467
BHSU	135	135	119	115	504
COTech	23	21	14	14	72
DSU	22	23	27	23	95
DWU	29	22	25	20	96
Mt. Marty	26	29	17	20	92
NAU	16	21	27	25	89
NSU	107	128	91	109	435
OS	320	314	317	301	1252
SDSU	46	43	35	41	165
USD	335	344	338	338	1355
USF	100	95	99	81	375
Grand Total	1275	1289	1220	1213	4997

Average for past 8 windows (3 or more parts)

Window	(Multiple Items)
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Average of Score	Section				Grand Total
School	AUD	BEC	FAR	REG	
Augie	78	83	77	76	78
BHSU	71	76	62	69	69
DSU	72	77	71	70	72
DWU	73	72	67	72	71
NSU	83	73	67	69	72
OS	72	76	72	71	73
SDSU	80	78	75	77	77
USD	73	77	72	74	74
USF	71	78	67	69	70
Grand Total	74	77	71	72	73

The Board needs to ratify the scores of the 2019-3 (62nd Window) grades.

Request for Reinstatement of Relinquished CPA License

Nicole Kasin

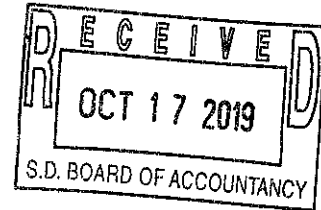
The following letter is from Barry Bouchie requesting a reinstatement of his SD CPA certificate #1595

Mr. Bouchie relinquished his certificate in August 2006.

The Board needs to grant or deny the reinstatement of Mr. Bouchie's SD CPA Certificate.

October 15, 2019

South Dakota Board of Accountancy
301 East 14th Street, Suite 200
Sioux Falls, SD 57104



To Whom It May Concern:

I am requesting that my CPA Certificate (#1595) be reinstated by the South Dakota Board of Accountancy. Per your request I have included a brief summary of how I have used my accounting degree throughout my career and steps I have taken for reinstatement.

- I passed the CPA exam in 1992
- In 1996, I was recruited to the United States Postal Inspection Service (USPIS) as a Postal Inspector/Special Agent, domiciled in Minneapolis, Minnesota
- I was initially assigned to the Opinion Audit Team of the USPIS. The Opinion Audit Team was the internal auditor for the United States Postal Service (USPS). My role on the team was to audit employee payroll and employee back pay calculations for over 500,000 employees
- In 1998 I receive a letter from the South Dakota Board of Accountancy advising that to maintain my CPA Certification (#1595), would require a substantial payment and a certain number of CPE's in a short period of time. USPIS management stated they would not provide any financial assistance to maintain my CPA nor would they provide work hours for me to obtain CPE's
- After much thought I surrendered my CPA certificate to the SD Board of Accountancy
- In approximately 1999 the USPIS ceased being the internal auditors for the USPS

From 1999 to August 2019 I continued as a United States Postal Inspector/Special Agent. I utilized my accounting degree to do the following:

- Analyzed financial records to determine sources and transmission of illegal funds, and determine the appropriate investigative and legal action
- Wrote and obtained numerous seizure warrants for bank accounts and real properties that resulted in forfeiture of millions of dollars of currency and property
- Tracked money laundering and structuring activities of transnational criminal organizations
- Developed Excel spreadsheets detailing and summarizing significant information to advance cases
- Reviewed financial statements of large corporations regarding insider trading investigations and revenue manipulation

As a federal agent I was able to utilize my accounting degree to prosecute many suspects.

During my career I received numerous award including the following:

- **2018 United States Attorney General's Award for Fraud Prevention**
Awarded for helping initiate, organize and conduct the 2018 Elder Fraud Sweep, which was the largest operation targeting fraud on the elderly in American history. The sweep brought cases against more than 250 defendants who stole at least \$600 million dollars from more than one million U.S. victims and coordinated scores of search and seizure warrants across the U.S. and Canada coordinating with the Federal Trade Commission, the National Association of Attorneys General, and Senior Corps. This sweep also incorporated a significant public awareness campaign to inform Americans about how criminals operate elder-fraud schemes and encouraged them to report such schemes to law enforcement. After devising the sweep concept in early 2017, we spent the year investigating and prosecuting the sweep's most significant cases against transnational criminal organizations that operated devastating fraud schemes. Specifically civil and criminal cases were brought against 58 defendants, responsible for approximately \$56 million in losses to nearly 800,000 people. I reviewed and scheduled hundreds of bank accounts tracing millions in fraudulent funds resulting in the seizure of millions of dollars and numerous properties.
- **2013 Justice Award, United States Attorney's Office, District of Minnesota**
Co-agent on "Operation Masquerade" beginning in 2011 involving a major identity theft ring. The ring involved more than 100 individuals who had participated in a conspiracy to defraud banks, bank customers, and major retail stores over a five-year period. The co-conspirators used victim information to create counterfeit checks and false identification documents to conduct fraudulent transactions at major retail establishments such as Walmart. The conspirators posed as bank customers withdrawing money from victims' accounts. Members of the conspiracy conducted fraudulent transactions in Minnesota and at least 13 other states. Members of the conspiracy obtained personal identifier information illegally from places of employment, burglaries, robberies, and shredding company employees. Charges included Mail Fraud and Money Laundering. Thirty-two (32) defendants were prosecuted in federal court. Two of federal defendants received 25 year sentences. An additional twenty-seven (27) defendants were prosecuted in state court. The losses amounted to several million dollars. The suspects used a complex web of bank accounts to launder stolen funds. I analyzed these accounts and uncovered the trail of the funds.
- **2009 Justice Award, United States Attorney's Office, District of Minnesota**
Co-agent investigating one of the biggest corporate fraud cases in Minnesota history. An Illinois couple owned a company called Chip Factory which defrauded Best Buy out of \$41.6 million through an elaborate bid rigging scheme that included the involvement of a Best Buy employee. During the investigation we seized approximately thirteen (13) classic cars, two (2) residences, a Harley Davidson motorcycle, and millions of dollars from the suspects various bank accounts. Charges included Conspiracy, Mail Fraud and Money Laundering. After a jury trial the male owner of Chip Factory received a 15-year prison sentence and the Best Buy insider received an eight-year prison sentence.

I retired from the Postal Inspection Service on August 31, 2019 and began working as Financial Investigator (Contractor) with the USPIS on September 3, 2019. I am currently attached to the DOJ Elder Fraud Strike Task Force.

Since being employed as a contractor I have done the following in an attempt to have my CPA Certificate reinstated.

Prior to requesting my CPA reinstatement I submitted the necessary payments and have completed 50 CPE credits through WebCE. See attached documentation.

I respectfully request that my CPA Certificate be reinstated.

Thank you for any consideration.

Sincerely,


Barry Bouchie

EXECUTIVE DIRECTOR'S REPORT

Nicole Kasin

CPE Audits

The list of licensees has been selected for CPE audits and letters were sent out to those selected on September 19, 2019. The documentation is due in our office no later than October 31, 2019. The following is the current status of the audits as of October 16, 2019:

	Selected	Complied	Not Complied	Granted Extension	Approved CPE Audit	Failed CPE Audit
CPA (Active)	125	72	0	0	56	0

CPE Extensions

There were 44 administrative extensions granted for the CPE reporting period ending June 30, 2019. All CPE was to be completed no later than September 30, 2019 and reported to the Board no later than October 4, 2019. All extensions were completed and there were no subsequent requests for additional extensions.

CPA Exam

2018 Statistics were emailed out on September 26, 2019, to the college/university professors and point of contact for the Board of Regents.

Board AUP

Documentation for the first two years ending (6/30/17 and 6/30/18) for the AUP were submitted to the auditor on August 28. The auditor will be reviewing the documentation and then let me know if I need to submit any additional supporting documents. We will then move forward with the third year (6/30/2019) review for the AUP.

Board Discussion

- Any New Business/topics?