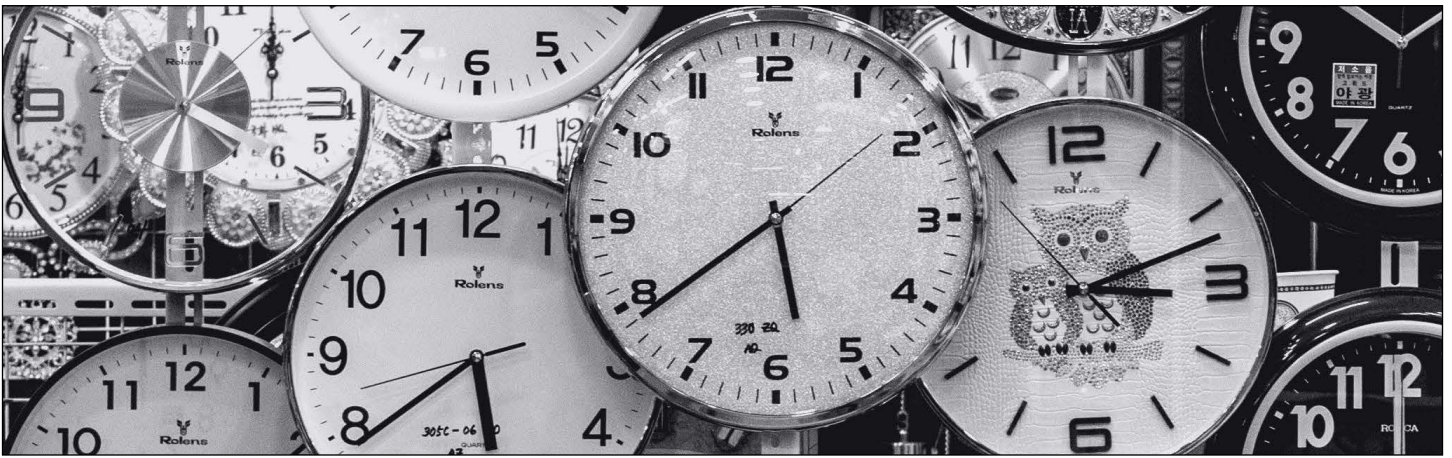


South Dakota Board of Accountancy



July 2022 Edition - Vol. 40 No. 1



LICENSE RENEWAL INFORMATION

Renewals Due August 1, 2022

The South Dakota Board of Accountancy mailed out renewal postcard reminders on June 15, 2022. It is the responsibility of the licensee to renew their license regardless of whether the licensee receives a reminder notice for renewal from the Board.

To complete the renewal there are two options:

1. If you want to print and mail a renewal form, please find the form at <https://dlr.sd.gov/accountancy/forms.aspx>
OR
2. If you would like to use the online renewal system, please use your Web ID and password to log into the online renewal system. When using the online renewal system you must complete the process by paying online with a Mastercard or Visa drawn on a bank from USA origin.

Please note August 1 is a Monday. Please plan accordingly as staff is not in the office on weekends to provide assistance if needed.

Do you need a CPE extension?

You may go to our [homepage](#) and use the [request a CPE extension](#) from Julie Iverson. The extension must be approved by staff and on your record before you will be able to continue on in the online renewal process.

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FUTURE BOARD MEETINGS

August 12, 2022

8:30 a.m. Eide Bailly, 5th Floor
Conference Room, Sioux Falls

September 12, 2022

8:30 a.m. Zoom conference call

For future meeting dates, please visit
our website at:

www.accountancy.sd.gov

NASBA

Produced and designed by the National
Association of State Boards of Accountancy

CPA EXAM TRANSITION POLICY

Have you heard of the CPA Evolution initiative? Are you aware that the Uniform CPA Examination (CPA Exam) is changing significantly in January 2024? It is important that you learn about this initiative and the upcoming changes to the CPA Exam to fully understand how it might impact your journey to CPA licensure. If you pass and



retain credit for all four CPA Exam sections by December 31, 2023, the changes to the CPA Exam will NOT impact your journey. If you will still be working your way through the CPA Exam in January 2024 and beyond, then the information about the CPA Evolution-aligned CPA Exam (the 2024 CPA Exam) and transition policy are most important to understand.

It's never been a more exciting time to pursue the CPA license. The role of today's CPA has evolved, and newly licensed CPAs are taking on increased responsibilities that were traditionally assigned to more experienced staff. Becoming a CPA means you'll need greater skill sets and competencies, and a greater knowledge of emerging technologies. That is why the CPA Evolution initiative is underway. It is a joint effort of the National Association of State Boards of Accountancy (NASBA) and the American Institute of Certified Public Accountants (AICPA).

The new CPA licensure and CPA Exam model is a Core + Discipline model. The model starts with a robust core in accounting, auditing, and tax that all candidates will have to complete. Then, each candidate must choose a Discipline section in which to demonstrate greater skills and knowledge. Technology knowledge and skills will be tested in all sections, as it pertains to each section. Regardless of a candidate's chosen discipline, this model leads to a full CPA license, with rights and privileges consistent with any other CPA. The Discipline section selected for testing does not mean the CPA is limited to that practice area.

The new Disciplines reflect three pillars of the CPA profession:

- Business analysis and reporting (BAR)
- Information systems and controls (ISC)
- Tax compliance and planning (TCP) *(Continued on Page 3)*

NEW LICENSEES

Below is a list of new licensees in the State of South Dakota:

John Mark Lindberg
Colin Harvey DeGroot
Morgan Elizabeth Moore
David Michael Rood
Paige Lynae DeJong
Natalie Dee Hanson
Samantha Evans Sicker

Abigail Lillian Benson
Kristen Kay Kenner
Deqi Chen
Stacy Lee Kuxhausen
Deborah Lee Lanford
Kendra Dawn Finnell
Robert Chester Tylka

Alana Jean Koskan
Breanna Christine Regier
Michael Phillip Goodrich
Samuel Edward Shreeve
Colin Wayne Jorde
Yura Chong
Jared Scott Fodness

TRANSITION POLICY ANNOUNCED

Continued from page 2

If you anticipate continuing your CPA Exam journey into 2024 and beyond, the much-anticipated transition policy is important news. This policy lays out how CPA Exam sections passed under the current CPA Exam map to credit under the 2024 CPA Exam. Transition policies like this have been necessary at other times when significant changes were made to the CPA Exam, such as when it was computerized in April 2004.

The policy was recommended to the Boards of Accountancy by the NASBA CBT Administration Committee after development and much deliberation by a task force with state board representatives from the AICPA Board of Examiners, sitting state board members and executive directors from multiple states. Because of the significant differences in the current and 2024 CPA Exams and the overall CPA licensure model, a perfect transition is not possible. The Boards of Accountancy have agreed this transition policy best serves the candidates, the state boards and the public interest.

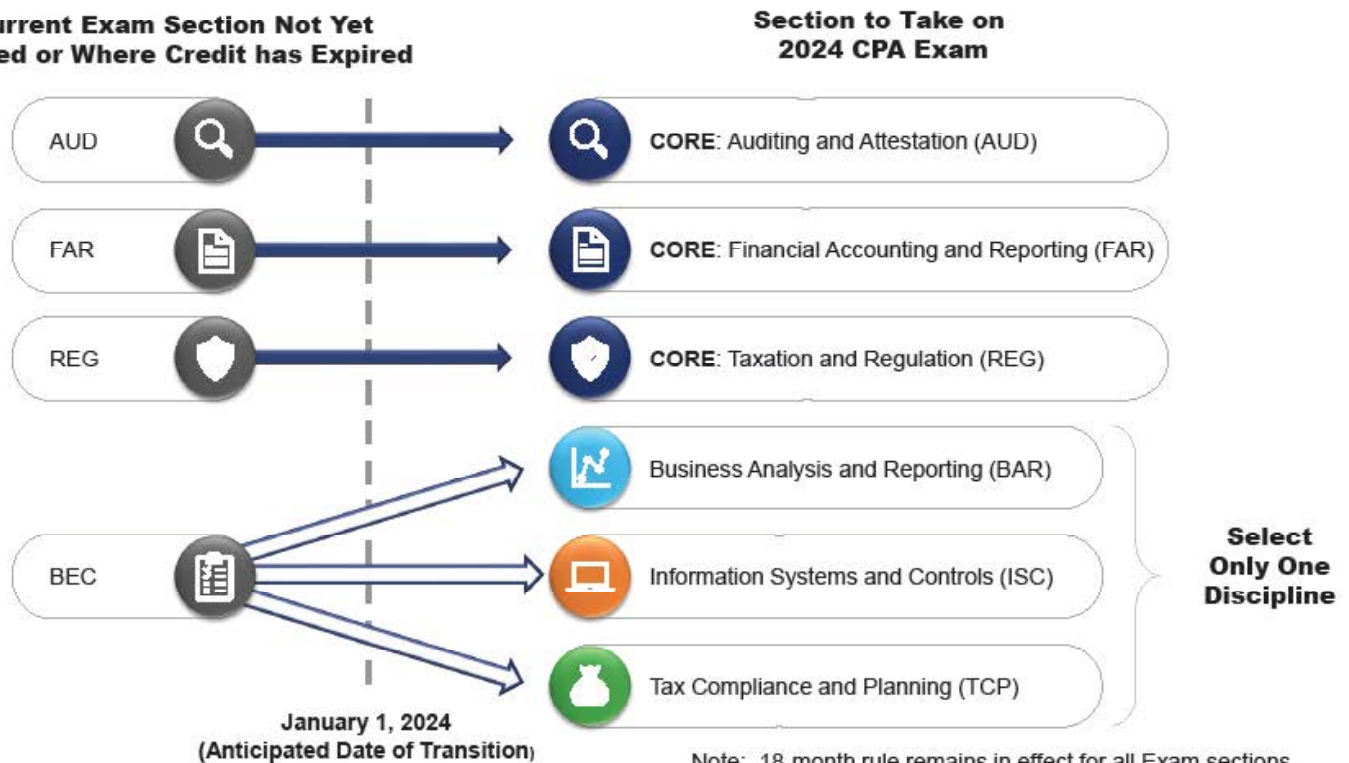
The transition policy is quite simple. Candidates who have credit for AUD, FAR or REG on the current CPA Exam will not need to take the corresponding new core section of AUD, FAR or REG on the 2024 CPA Exam. Candidates who have credit for BEC on the current CPA Exam will not need to take any of the

three discipline sections.

If, however, a candidate loses credit for AUD, FAR or REG after December 31, 2023, they then must take the corresponding new Core section of AUD, FAR or REG. A candidate who loses credit for BEC after December 31, 2023, must select one of the three Discipline sections to be tested. It is important to note that none of the sections of the current CPA Exam will be available for testing after December 31, 2023. There is a hard cutover from the current CPA Exam sections to the 2024 CPA Exam sections on the January 2024 launch.

The CPA profession is at an exciting juncture as it moves to the CPA Evolution model. To prepare for the 2024 CPA Exam launch, the Exposure Draft of the 2024 CPA Exam, which includes the draft Blueprints, will be released by the AICPA on July 1, 2022, and will outline the content and skills proposed for each section of the 2024 CPA Exam. The 2024 CPA Exam Final Report, which will include the final Blueprints, is scheduled to be released in January 2023, a year before the 2024 CPA Exam launches.

For more information on becoming a CPA, please visit [This Way to CPA](#).



DOES YOUR CPE QUALIFY?

The Board staff would like to remind licensees, the following are the most common errors when reporting CPE during annual renewals:

- Claiming self-study hours not approved through NASBA Sponsors
- Claiming CPE hours for scheduled breaks
- Not having proper documentation required by [ARSD 20:75:04:15](#)
- Mislabeling the CPE program type



Please review the rules chapter [ARSD 20:75:04](#) and this quick guideline to make sure the CPE you take qualifies with the CPE rules implemented July 1, 2019.

CALCULATIONS OF HOURS OF CREDIT CHART FOR CPE		
Qualifying CPE Program	Minimum initial credit that must be earned	After first credit has been earned, credit may be earned in these increments
Group (G)	One (50 minutes)	One-fifth or one-half
Independent Study* (IS)	One (50 minutes)	One-fifth or one-half
Self-Study* (SS)	One-half (25 minutes)	One fifth or one-half
Nano learning* (N)	One-fifth (10 minutes)	NOT APPLICABLE (Nano learning is only a single program for one-fifth credit)

*For all independent study, self-study and nano learning programs the sponsor must be approved by [NASBA's National Registry of Continuing Professional Education Sponsors](#) or [NASBA's Quality Assurance Service](#).

Qualifying CPE Program	How to claim credit
University or College Instructor (UCI)	May not exceed 60 hours during any three-year renewal period
University or College Course (UCC)	15 hours for each semester hour or 10 hours for each quarter hour
Published Article, Book or CPE Program (P)	Must be approved by the Board prior to claiming on your CPE report

[ARSD 20:75:04:15](#) details the documentation the CPA must keep as acceptable evidence of completion.

If you have any questions on courses you have taken or are taking please contact the Board office.

LICENSE STATUS OPTIONS

Active – Annual fee of \$50.00. Required for individuals working in a public CPA firm or holding themselves out as a CPA. CPE reporting is required.

Inactive – Annual fee of \$50.00. Individuals are required to use the word Inactive adjacent to the CPA title. CPE reporting is not required. Must sign affidavit indicating they do not perform or offer to perform for the public: one or more kinds of services involving the use of accounting or auditing skills, including the issuance of reports on financial statements; management advisory; financial advisory or consulting services; preparation of tax returns; or furnishing of advice on tax matters.

Retired – Annual fee of \$10.00. Individual must be 55 years old. Individual are required to use the work Retired adjacent to the CPA title. CPE reporting is not required. Must sign affidavit indicating they do not perform or offer to perform for the public: one or more kinds of services involving the use of accounting or auditing skills, including the issuance of reports on financial statements; management advisory; financial advisory or consulting services; preparation of tax returns; or furnishing of advice on tax matters.

Note: If one does not wish to renew their CPA license you must relinquish your license to the Board office.

NEW FIRM PERMITS

Below is a list of new firm permits issued in the State of South Dakota by the Board of Accountancy:

- Salt and Light Group Prof. LLC dba Salt and Light Group
- Woltman Group, PLLC
- R&R Accounting & Tax LLC
- Katie M. Jacobson, CPA
- J. Mark Lindberg, CPA
- MaloneBailey, LLP
- Bauknight Pietras & Stormer, PA
- Roof and Associates, CPA

CONGRATULATIONS TO OUR TOP CANDIDATES

Congratulations to the following individuals for passing all four sections of the CPA exam on their first attempt; sitting uninterrupted.

Name	University
Christina Schmitz	University of South Dakota

MOVING - LET US KNOW

SDCL: 36-20B-29 requires holders of certificates to notify the Board within 30 days of change of address or in employment.

Certificate Holder _____
Last name Jr./III First Middle

Certificate # _____ Send Mail to _____ Home _____ Business _____

E-mail address _____

New Home Address _____

City _____ State _____ Zip _____

Home () _____

CPA Firm/Business Name _____

New Business Address _____

City _____ State _____ Zip _____

Bus. Telephone: () _____ Bus. Fax () _____

Mail to: SD Board of Accountancy

Fax to: (605) 367-5773

Email: sdbdacct.sdbd@midconetwork.com