



**SOUTH DAKOTA  
BOARD OF ACCOUNTANCY**

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**South Dakota Board of Accountancy  
Minutes of Meeting  
Conference Call  
July 10, 2007**

The Board of Accountancy held a meeting by conference call on Tuesday, July 10, 2007. Chair John Mitchell called the meeting to order at 10 a.m. Other Board members present were Dave Olson, John Linn, Jr., and John Peterson. A quorum was present.

Also present were Legal Counsel Sherri Sundem Wald, Executive Director Nicole Olson, and Secretary Tricia Nussbaum.

It was stated that John Graham has resigned his position on the Board.

John Mitchell asked if there were any additions to the agenda. The following items were added to the agenda:

Additions to Firm Permits  
Report to Board on CPE Credit Request  
Additions to AICPA Information  
Additions to Peer Review

The additions to the agenda were noted by John Mitchell.

A motion was made by Dave Olson and seconded by John Mitchell to approve the June 4, 2007, meeting minutes. The motion unanimously carried.

A motion was made by John Peterson and seconded by John J. Linn, Jr. to approve the issuance of individual certificates and firm permits through July 9, 2007. The motion unanimously carried.

A motion was made by John J. Linn, Jr. and seconded by John Mitchell to approve the financial statements through May 31, 2007. The motion unanimously carried.

A report to the Board was given by Nicole Olson regarding lapsed licenses.

A motion was made by John Mitchell and seconded by Dave Olson to approve that an order will be issued to revoke the following certificates for failure to renew: Samer H. Khalife, George E. Maas, Yuji Mito, Toshiya Miura, Michael B. Olson, Tomohiro Ono, Hirofumi Ota, Mohammed M. Safi, Alan W. Tam, Keiko Tanaka, and Michael W. Will. The motion unanimously carried.

A motion was made by John Mitchell and seconded by John J. Linn, Jr. to approve travel for Board Members Dave Olson and John Peterson and Executive Director Nicole Olson to attend the Annual Meeting for NASBA held October 28-31, 2007 in Maui, Hawaii at the Hyatt Regency Maui. The motion unanimously carried. The Executive Director will submit the necessary travel requests.

A report was given by Board Members John Linn and John Peterson and Executive Director Nicole Olson who attended NASBA's Western Regional Meeting held June 20-22, 2007, in Colorado Springs, CO. The following are the highlights of what was discussed: changes to Section 23 of the UAA – Notification and Mobility, updates on the Uniform CPA Exam and the future direction of the exam, Education Framework 5-1 & 5-2 – Adding 3 hours of Required Ethics, Working with other regulatory boards (SEC, PCAOB, FASB, IFRS, IFAC), Enforcement, CARB and Peer Review, Breakout Sessions including Strategic Initiatives, Education Exchange, Legislative Support and Legal Update, and Communications Committee Officer.

The Board discussed the report on Peer Review concerning Nicole's findings through contacting the AICPA regarding which society the surrounding states utilize to perform the evaluation of peer review. The purpose of this report was to know where the peer review reports were coming from. Board Member Dave Olson commented that approximately every three years the South Dakota Board of Accountancy should review their relation with the Oklahoma Society which performs the evaluation of peer reviews for South Dakota. All Board Members were in agreement.

A motion was made by John Mitchell and seconded by John Peterson to reject the request from an individual to receive CPE credit for teaching accounting at a high school level. The motion unanimously carried.

The Board discussed the AICPA Paste Issue and agreed to notify South Dakota Candidates of the changes that occurred in their grades as a result of the AICPA rescoring all of the examinations from the 2<sup>nd</sup>, 3<sup>rd</sup>, and 4<sup>th</sup> quarters of 2006.

The Board briefly discussed the article *AICPA Barriers to Mobility: A Crisis for Many CPAs* and agreed to table any further conversations regarding this issue till the August 13<sup>th</sup> Board Meeting when two NASBA representatives will be presenting on this.

A motion was made by Dave Olson and seconded by John Mitchell to enter into executive session for the purpose of discussing peer reviews. The motion unanimously carried.

A motion was made by John Mitchell and seconded by John J. Linn, Jr. to come out of executive session. The motion unanimously carried.

A motion was made by John J. Linn, Jr. and seconded by John Peterson to accept peer reviews in executive session. The motion unanimously carried.

A motion was made by Dave Olson and seconded by John Mitchell to close one complaint. The motion unanimously carried.

The Board briefly mentioned the AICPA information regarding the understanding of South Dakota's peer review disclosure status related to implementation of the "opt out" transparency provision for Peer Review reports as Nicole Olson will be attending a meeting regarding this later this week and will report back in further detail at the meeting in August.

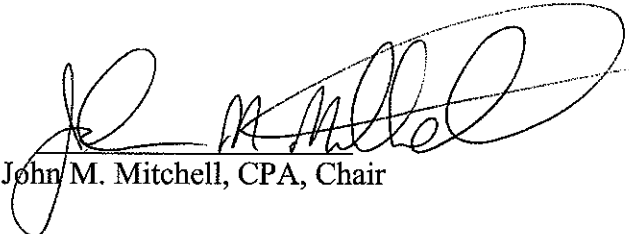
Board Member Dave Olson and Executive Director Nicole Olson agreed to meet to discuss the proposed FY09 budget.

Future meeting dates were discussed and set as follows:

August 13th, 2007-Board Meeting in Sioux Falls at 8:30 a.m.-Eide Bailly Board Room  
September 19<sup>th</sup>, 2007- Board Meeting by Conference Call 10 a.m.-Tentative  
October 15<sup>th</sup>, 2007-Board Meeting by Conference Call 10 a.m.-Tentative  
November 19<sup>th</sup>, 2007-Board Meeting in Mitchell at 9:30 a.m.-  
ELO Prof., L.L.C. Conference Room-Tentative  
December 17<sup>th</sup>, 2007 Board Meeting by Conference Call 10a.m.-Tentative

A motion was made by John Peterson and seconded by Dave Olson to adjourn the meeting. The motion unanimously carried.

All business having come before the board was concluded and the meeting was adjourned at 11:35 A.M.

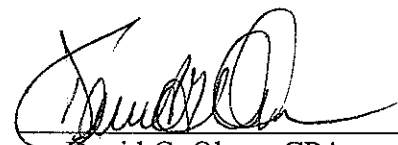


John M. Mitchell, CPA, Chair

Attest:



Nicole Olson  
Executive Director



David G. Olson, CPA  
Secretary/Treasurer