



**SOUTH DAKOTA
BOARD OF ACCOUNTANCY**
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South Dakota Board of Accountancy Meeting
Minutes of Meeting
Holiday Inn Downtown – Cascade Room
August 14, 2015

The Board of Accountancy held a meeting at the Holiday Inn Downtown – Cascade Room in Sioux Falls, SD on Monday, August 14, 2015. Chair John Mitchell called the meeting to order at 8:27 a.m.

The following members were present: Holly Brunick, John Linn, Jr., John Mitchell, Jeff Smith, Marty Guindon, and David Pummel. A quorum was present.

Also present were Nicole Kasin, Executive Director; Julie Iverson, Senior Secretary; Aaron Arnold, Legal Counsel and Department of Labor & Regulation; and Colleen Conrad, NASBA Executive VP and COO.

A motion was made by John Linn, Jr. and seconded by Marty Guindon to approve the election of Board officers as follows: David Pummel -Chair, Holly Brunick -Vice Chair, and Jeff Smith-Secretary/Treasurer. The motion unanimously carried.

Chair David Pummel asked if there were any additions to the agenda. The following were added:
Additions to Certificates
Additions to Financial Statements through July 2015
Additions to Peer Review

A motion was made by Marty Guindon and seconded by Jeff Smith to approve July 7, 2015, meeting minutes. The motion unanimously carried.

A motion was made by John Linn, Jr. and seconded by Holly Brunick to approve the issuance of individual certificates and firm permits through August 12, 2015. The motion unanimously carried.

A motion was made by Jeff Smith and seconded by Marty Guindon to approve the financial statements through July 2015. The motion unanimously carried.

The Board discussed the annual meeting for NASBA which will be held October 25-28, 2015. The location of the meeting will be in Dana Point, CA.

A motion was made by John Linn, Jr. and seconded by Jeff Smith to approve travel for three board members. The motion unanimously carried. The Executive Director will submit the necessary documents for travel.

The Board reviewed and discussed the FY17 proposed budget. Chair Pummel noted that the proposed budget is intentionally a deficit budget.

A motion was made by John Linn, Jr. and seconded by John Mitchell to approve the FY17 budget as amended. The motion unanimously carried.

The Board discussed the request from a firm on a name change.

A motion was made by John Mitchell and seconded by Jeff Smith to approve the firm name change. The motion unanimously carried.

Executive Director Kasin discussed her report on online renewal statistics, database updates, and the board newsletter.

Colleen Conrad, NASBA Executive VP and COO made a presentation to the board on the AICPA Exposure Draft for the next version of the CPA exam coming out on September 1, 2015.

Hearing at 10:12 a.m. for Jerry Noonan

Present were Board Legal Counsel Aaron Arnold, Board Chair David Pummel, Vice Chair Holly Brunick, Secretary-Treasurer Jeff Smith, Board Members John Mitchell, John Linn, Jr., and Marty Guindon. Others present were staff members Nicole Kasin, Executive Director; Julie Iverson, Senior Secretary; and Jerry Noonan.

Board Legal Counsel Aaron Arnold presented the Board's case. Jerry Noonan represented himself at the hearing and presented his case. The Board closed the hearing at 1:00 p.m.

Hearing 1:07 p.m. for Scott Van Den Hemel

Present were Board Legal Counsel Aaron Arnold, Board Chair David Pummel, Vice Chair Holly Brunick, Secretary-Treasurer Jeff Smith, Board Members John Mitchell, John Linn, Jr., and Marty Guindon. Others present were staff members Nicole Kasin, Executive Director; Julie Iverson, Senior Secretary; and Scott Van Den Hemel.

Board Legal Counsel Aaron Arnold presented the Board's case. Scott Van Den Hemel represented himself at the hearing and presented his case. The Board closed the hearing at 1:25 p.m.

A motion was made by Marty Guindon and seconded by Jeff Smith to enter into executive session for the purpose of deliberation on the Scott Van Den Hemel case. John Linn, Jr. recused himself for personal conflict. The motion carried (5 ayes, 1 recused-Linn).

The Board came out of executive session.

A motion was made by John Mitchell and seconded by Holly Brunick to deny the reinstatement of Scott Van Dem Hemel's license based on ARSD 20:75:06:02 and to refund the hearing fee of \$1000. The motion carried (5 aye; 1 abstained-Linn). Aaron Arnold will prepare the findings of fact, conclusions of law and order.

The following people with the South Dakota CPA Society joined the meeting at 2:14 p.m.: Laura Coome, JoLynn Sorum, Mark Hopfinger and Amy Bourne.

The Board and representatives from the SD CPA Society discussed the Executive Summary and Recommended Revisions to the CPE Standards jointly issued by the AICPA and NASBA.

At 2:57 p.m. and the following people left the meeting: Laura Coome, JoLynn Sorum, Mark Hopfinger, and Amy Bourne.

The Board discussed NASBA's Board of Directors meeting minutes from April 24, 2015 and July 17, 2015; and responses to Regional Directors' Focus questions due October 5, 2015.

A motion was made by John Linn, Jr. and seconded by John Mitchell 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 Holly Brunick and seconded by John Linn, Jr. to accept the peer reviews and follow-ups as discussed in executive session. The motion unanimously carried.

Holly Brunick left the meeting at 3:30.

A motion was made by John Linn, Jr. and seconded by Jeff Smith to enter into executive session for the deliberative process for the Jerry Noonan case. The motion carried (5 ayes, 1 excused-Brunick).

The Board came out of executive session.

A motion was made by John Linn, Jr. and seconded by John Mitchell that Mr. Noonan did not supply qualifying continuing education documentation in compliance with rule 20:75 for the fiscal years ending 6/30/13 and 6/30/14. He is assessed a penalty of \$100 per year for a total of \$200 which must be paid within 30 days of the signed order. In addition, he will have 90 days to obtain the 6 hours required to bring 6/30/13 and 6/30/14 into compliance as well as the additional hours needed to bring 6/30/15 into compliance of the signed order. Noonan will be required to submit proof of completion for all claimed CPE courses taken within the 90 day extension. The motion carried (5 ayes, 1 excused-Brunick). Aaron Arnold will prepare the findings of fact, conclusions of law and order.

FUTURE MEETING DATES (all times CT)

November 5, 2015 - 9:00 a.m. conference call

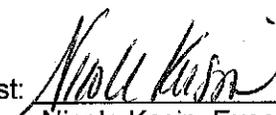
December 10, 2015 - 9:00 a.m. conference call

A motion was made by John Linn, Jr. and seconded by John Mitchell to adjourn the meeting. The motion carried (5 ayes, 1 excused – Brunick).

All business having come before the board was concluded and Chair Pummel adjourned the meeting at 4:18 p.m.



David Pummel, CPA, Chair

Attest: 

Nicole Kasin, Executive Director



Jeff Smith, CPA, Sec/Treas