



DEPARTMENT OF CONSUMER AFFAIRS  
CALIFORNIA BOARD OF ACCOUNTANCY  
2000 EVERGREEN STREET, SUITE 250  
SACRAMENTO, CA 95815-3832  
TELEPHONE: (916) 263-3680  
FACSIMILE: (916) 263-3675  
WEB ADDRESS: <http://www.cba.ca.gov>



**CALIFORNIA BOARD OF ACCOUNTANCY (CBA)  
PUBLIC MEETING NOTICE FOR THE COMMITTEE ON PROFESSIONAL CONDUCT  
(CPC), ENFORCEMENT PROGRAM OVERSIGHT COMMITTEE (EPOC), AND  
CBA MEETINGS**

---

**DATE:** Wednesday, September 22, 2010      **COMMITTEE MEETING (EPOC)**  
**TIME:** 9:30 a.m. to 11:30 a.m.

**COMMITTEE MEETING (CPC)**  
**TIME:** 11:00 a.m., or upon adjournment  
of the EPOC meeting

**CBA MEETING**  
**TIME:** 1:30 p.m. to 5:00 p.m.

**DATE:** Thursday, September 23, 2010      **CBA MEETING**  
**TIME:** 9:00 a.m. to 5:00 p.m.

**PLACE:** California Board of Accountancy  
2000 Evergreen Street, Suite 250  
Sacramento, CA 95815  
Telephone: (916) 263-3680

Enclosed for your information is a copy of the agendas for the EPOC, CPC, and CBA meetings on September 22-23, 2010. For further information regarding these meetings, please contact:

Veronica Daniel, Board Relations Analyst  
(916) 561-1716, or [vdaniel@cba.ca.gov](mailto:vdaniel@cba.ca.gov)  
California Board of Accountancy  
2000 Evergreen Street, Suite 250  
Sacramento, CA 95815

An electronic copy of this notice can be found at <http://www.dca.ca.gov/cba/calendar.shtml>

**The next CBA meeting is scheduled for November 17-18, 2010 in Sacramento, CA.**

The meeting is accessible to the physically disabled. A person who needs a disability-related accommodation or modification in order to participate in the meeting may make a request by contacting Veronica Daniel at (916) 561-1718, or email [vdaniel@cba.ca.gov](mailto:vdaniel@cba.ca.gov), or send a written request to the Board Office at 2000 Evergreen Street, Ste. 250, Sacramento, CA 95815. Providing your request is at least five (5) business days before the meeting will help to ensure availability of the requested accommodation.



**DEPARTMENT OF CONSUMER AFFAIRS**  
 CALIFORNIA BOARD OF ACCOUNTANCY  
 2000 EVERGREEN STREET, SUITE 250  
 SACRAMENTO, CA 95815-3832  
 TELEPHONE: (916) 263-3680  
 FACSIMILE: (916) 263-3675  
 WEB ADDRESS: <http://www.cba.ca.gov>



**DEPARTMENT OF CONSUMER AFFAIRS (DCA)**  
**CALIFORNIA BOARD OF ACCOUNTANCY (CBA)**

**CBA MEETING**  
**AGENDA**

**Wednesday, September 22, 2010**  
**1:30 p.m. – 5:00 p.m.**

**Thursday, September 23, 2010**  
**9:00 a.m. – 5:00 p.m.**

California Board of Accountancy  
 2000 Evergreen Street, Suite 250  
 Sacramento, CA 95815  
 Telephone: (916) 263-3680

- September 22, 2010**
- 1:30-2:30**
- I. Roll Call and Call to Order (**Manuel Ramirez**).
  - II. Report of the President (**Manuel Ramirez**).
    - A. Update on California Research Bureau (CRB) Study (**Patti Bowers**).
    - B. Update on Peer Review Implementation (**Dominic Franzella**).
    - C. Resolution for Retiring Enforcement Advisory Committee (EAC) Chair, Harish Khanna.
    - D. Introduction of Newly Assigned DCA Legal Counsel for the CBA.
    - E. Introduction of Newly Assigned Deputy Attorney General for the CBA.
    - F. Discussion on International Delivery of the Uniform CPA Examination (iExam) (**Ken Bishop, NASBA**).
- 2:30-4:30**  
**TIME CERTAIN**
- III. Petitions, Stipulations, and Proposed Decisions [Closed Session Government Code Section 11126(c)(3)] Petition Hearings are Public Before the CBA with a Subsequent Closed Session.

- A. Ernest E. Dow & Co., An Accountancy Corp. – Stipulated Settlement.
  - B. Dennis A. Ito – Stipulated Settlement.
  - C. Stuart Gladstein and Gladstein CPA – Stipulated Settlement.
  - D. David Greenberg – Petition for Reinstatement of Revoked Certificate.
- 4:30-4:40 IV. Report of the Vice President (**Sally Anderson**).
- A. EAC Appointment.
  - B. Peer Review Oversight Committee (PROC) Appointment.
- 4:40-5:00 V. Report of the Secretary/Treasurer (**Marshal Oldman**).
- A. Discussion of Governor’s Budget.
  - B. FY 2009/2010 Year-End Financial Report.
  - C. DCA Legal Opinion Regarding Loans to General Fund (**Gary Duke/Spencer Walker**).
- VI. Public Comments.
- September 23, 2010** VII. Roll Call and Call to Order (**Manuel Ramirez**).
- 9:00-11:30 VIII. Report of the Executive Officer (**Patti Bowers**).
- A. Update on 2010/2012 CBA Communications and Outreach Plan (**Lauren Hersh**).
  - B. Update on October 27, 2010 CBA Working Conference (**Dan Rich**).
  - C. Educational Presentation – Sunset Review Process (**Matthew Stanley**).
  - D. CBA 2010 Sunset Review Report (**Vincent Johnston**).
  - E. Consideration of Posting Accusations on the CBA’s Web site (**Rafael Ixta**).
  - F. DCA Director’s Report (**Bill Young**).
- 1. Governor’s Directive Regarding the Hiring Freeze.

- 2. Budget Presentation Update.
- 3. Posting Accusations/Disciplinary Decisions.
- G. Discussion on Obtaining an Exemption to the Webcasting Requirement (**Matthew Stanley**).
- H. Update on Current Projects List (Written Report Only).
- 11:30-12:00 IX. Report of the Licensing Chief (**Deanne Pearce**).
  - A. Report on Licensing Division Activity.
  - B. Discussion on CBA's Use of the Accountancy Licensee Database (ALD).
- 12:00-12:30 X. Report of the Enforcement Chief (**Rafael Ixta**).
  - A. Report on Status of Enforcement Matters.
    - 1. Enforcement Case Activity and Status Report.
    - 2. Aging Inventory Report.
    - 3. Report on Citations and Fines.
    - 4. Reportable Events Report.
- 12:30-1:30 **LUNCH**
- XI. Committee and Task Force Reports.
  - 1:30-2:00 A. Report of the Enforcement Program Oversight Committee (EPOC) (**Herschel Elkins, Chair**).
    - 1. Report of the September 22, 2010 EPOC Meeting.
    - 2. Consideration of Proposed Revisions to Disciplinary Guidelines.
      - a. Identification of New/Amended Statutes and Regulations Enacted Since Approval of Proposed Revisions at the May 15 and July 24, 2009 CBA Meetings.
      - b. Proposed Optional Condition of Probation – Prohibition from Accepting New Clients.

3. Investigative Process – Does the CBA have a Major Case Program?
4. Review of Mediation Guidelines.
5. Consideration of Delegating to the Executive Officer the Authority to Approve and Sign Default Decisions, Proposed Decisions, and Specified Stipulated Settlements.

2:00-2:45

B. Report of the Committee on Professional Conduct (CPC) **(Leslie LaManna, Chair)**.

1. Report of the July 28, 2010 CPC Meeting.
  - a. Consideration of Regulatory Language for Section 1.5 – Delegation of Certain Functions.
  - b. Discussion on a Retired Option for CPA/PA License.
  - c. Qualifications Committee (QC) Recommendation Regarding Defining Supervision in CBA Regulations Sections 12 and 12.5.
  - d. QC Recommendation Regarding Further Defining General Accounting Experience in CBA Regulation Section 12.
2. Report of the September 22, 2010 CPC Meeting.
  - a. Consideration of Regulatory Language for Section 48.3 – Peer Review Provider Reporting Responsibilities.
  - b. Continued Consideration of Retired Status for CPA/PA Licensure.

2:45-3:00

C. Report of the Legislative Committee (LC) **(Michelle Brough, Chair)**.

1. Report of the July 28, 2010 LC Meeting.
  - a. Update on Bills on Which the CBA Has Taken a Position (AB 797, AB 1215, AB 1659, AB 1787, AB 1899, AB 1993, AB 2091, AB 2130, AB 2466, AB 2494, AB 2537, AB 2603, AB 2652, AB 2738, SB 389, SB 691, SB 942, SB 1111, SB 1171, SB 1490, SB 1491).

3:00-3:30

D. Report of the Accounting Education Committee (AEC) **(Ruben Davila)**.

- 1. Report of the June 23, 2010 AEC Meeting.
  - 2. Report of the September 3, 2010 AEC Meeting.
- 3:30-4:00
- E. Report of the Ethics Curriculum Committee (ECC) **(Don Driftmier)**.
    - 1. Update on ECC Appointments (Written Report Only).
    - 2. Report of the September 21, 2010 ECC Meeting.
    - 3. Tentative Staff Developed ECC Timeline of Activities.
  - F. Report of the Peer Review Oversight Committee (PROC) **(Nancy Corrigan, Chair)**.
    - 1. No Report.
  - G. Report of the EAC **(Harish Khanna, Chair)**.
    - 1. No Report.
- 4:00-4:15
- H. Report of the QC **(Fausto Hinojosa, Chair)**.
    - 1. Report of the July 29, 2010 QC Meeting.
- 4:15-4:20
- XII. Adoption of Minutes
    - A. Draft Minutes of the April 21, 2010 QC Meeting.
    - B. Draft Minutes of the May 12, 2010 EPOC Meeting.
    - C. Draft Minutes of the June 23, 2010 AEC Meeting.
    - D. Draft Minutes of the July 28, 2010 CBA Meeting.
    - E. Draft Minutes of the July 28, 2010 CPC Meeting.
    - F. Draft Minutes of the July 28, 2010 LC Meeting.
- 4:20-4:50
- XIII. Other Business.
    - A. American Institute of Certified Public Accountants (AICPA).
      - 1. Update on AICPA State Board Committee **(Donald Driftmier)**.

2. AICPA Peer Review Program Exposure Draft, June 1  
**(Paul Fisher).**

B. National Association of State Boards of Accountancy (NASBA).

1. Update on NASBA Committees.

a. Accountancy Licensee Database Task Force  
**(Patti Bowers/Sally Anderson).**

b. Board Relevance & Effectiveness Committee  
**(Marshal Oldman).**

c. Compliance Assurance Committee **(Robert Petersen).**

d. Education Committee **(Leslie LaManna).**

e. Global Strategies Committee **(Rudy Bermúdez/Angela Chi).**

f. Uniform Accountancy Act Committee (UAA)  
**(Donald Driftmier).**

g. UAA Mobility Implementation **(David Swartz).**

2. NASBA Regional Director's Focus Questions **(Dan Rich).**

3. NASBA Exposure Draft – Semi-Autonomy for State Boards  
**(Dan Rich).**

C. Participation on National Committees **(Veronica Daniel).**

4:50-5:00

XIV. Closing Business.

A. CBA Member Comments.

B. Comments from Professional Societies.

C. Public Comments.

D. Agenda Items for Future CBA Meetings.

E. Press Release Focus **(Lauren Hersh).**

1. Recent Press Releases.

XV. Adjournment.

Please note: Action may be taken on any item on the agenda. The time and order of agenda items are subject to change at the discretion of the CBA President and may be taken out of order. In accordance with the Bagley-Keene Open Meetings Act, all meetings of the CBA are open to the public. Government Code section 11125.7 provides the opportunity for the public to address each agenda item during discussion or consideration by the CBA prior to the CBA taking any action on said item. Members of the public will be provided appropriate opportunities to comment on any issue before the CBA, but the CBA President may, at his or her discretion, apportion available time among those who wish to speak.



DEPARTMENT OF CONSUMER AFFAIRS  
CALIFORNIA BOARD OF ACCOUNTANCY  
2000 EVERGREEN STREET, SUITE 250  
SACRAMENTO, CA 95815-3832  
TELEPHONE: (916) 263-3680  
FACSIMILE: (916) 263-3675  
WEB ADDRESS: <http://www.cba.ca.gov>



**CALIFORNIA BOARD OF ACCOUNTANCY (CBA)  
ENFORCEMENT PROGRAM OVERSIGHT COMMITTEE (EPOC)**

**EPOC Meeting  
Agenda**

Wednesday, September 22, 2010  
9:00 a.m. to 11:30 a.m.

California Board of Accountancy  
2000 Evergreen Street, Suite 250  
Sacramento, CA 95815  
Telephone: (916) 263-3680

(CBA members who are not members of the EPOC may be attending the meeting.)

- I. Call to Order (**Herschel Elkins**).
- II. Consideration of Proposed Revisions to the Disciplinary Guidelines (**Paul Fisher**).
  - A. Identification of New/Amended Statutes and Regulations Enacted Since Approval of Proposed Revisions at the May 15 and July 24, 2009 CBA Meetings.
  - B. Proposed Optional Condition of Probation – Prohibition from Accepting New Clients.
- III. Investigative Process – Does the CBA have a Major Case Program? (**Rafael Ixta**).
- IV. Review of Mediation Guidelines (**Kathy Tejada**).
- V. Consideration of Delegating the Executive Officer with the Authority to Approve and Sign Default Decisions and Specified Stipulated Settlements (**Rafael Ixta**).
- VI. Public Comments.
- VII. Agenda Items and Meeting Dates for Future EPOC Meetings.
- VIII. Adjournment.

Action may be taken on any item on the agenda.

In accordance with the Bagley-Keene Open Meetings Act, all meetings of the Board are open to the public.

Government Code section 11125.7 provides the opportunity for the public to address each agenda item during discussion or consideration by the Board prior to the Board taking any action on said item. Members of the public will be provided appropriate opportunities to comment on any issue before the Board. Individuals may appear before the Board to discuss items not on the agenda; however, the Board can take no official action on these items at the time of the same meeting. (Government Code sec. 11125.7(a).)



DEPARTMENT OF CONSUMER AFFAIRS  
CALIFORNIA BOARD OF ACCOUNTANCY  
2000 EVERGREEN STREET, SUITE 250  
SACRAMENTO, CA 95815-3832  
TELEPHONE: (916) 263-3680  
FACSIMILE: (916) 263-3675  
WEB ADDRESS: <http://www.cba.ca.gov>



**CALIFORNIA BOARD OF ACCOUNTANCY (CBA)  
COMMITTEE ON PROFESSIONAL CONDUCT (CPC)**

CPC Meeting  
Agenda

Wednesday, September 22, 2010  
11:00 a.m. or  
Upon conclusion of EPOC

California Board of Accountancy  
2000 Evergreen Street, Suite 250  
Sacramento, CA 95815  
Telephone: (916) 263-3680

(CBA members who are not members of the CPC may be attending the meeting.)

- I. Draft Minutes of the July 28, 2010, CPC Meeting (**Leslie LaManna, Chair**).
- II. Consideration of Regulatory Language for Section 48.3 – Peer Review Provider Reporting Responsibilities (**Matthew Stanley**).
- III. Continued Consideration of Retired Status for CPA/PA Licensure (**Dominic Franzella**).
- IV. Comments from Members of the Public.
- V. Agenda Items for Next Meeting.
- VI. Adjournment.

Action may be taken on any item on the agenda.

In accordance with the Bagley-Keene Open Meetings Act, all meetings of the CBA are open to the public.

Government Code section 11125.7 provides the opportunity for the public to address each agenda item during discussion or consideration by the CBA prior to the CBA taking any action on said item. Members of the public will be provided appropriate opportunities to comment on any issue before the CBA. Individuals may appear before the CBA to discuss items not on the agenda; however, the CBA can take no official action on these items at the time of the same meeting. (Government Code sec. 11125.7(a).)