



DEPARTMENT OF CONSUMER AFFAIRS
CALIFORNIA BOARD OF ACCOUNTANCY
2000 EVERGREEN STREET, SUITE 250
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**CALIFORNIA BOARD OF ACCOUNTANCY (CBA)
PUBLIC MEETING NOTICE FOR THE COMMITTEE ON PROFESSIONAL CONDUCT
(CPC) AND CBA MEETINGS**

DATE: Thursday, November 17, 2011

COMMITTEE MEETING (CPC)

TIME: 10:00 a.m.

CBA MEETING

TIME: 1:00 p.m. to 5:00 p.m.

DATE: Friday, November 18, 2011

CBA MEETING

TIME: 9:00 a.m. to 1:00 p.m.

PLACE: The Sainte Claire
302 South Market Street
San Jose, CA 95113
Telephone: (408) 295-2000
Fax: (408) 977-0403

Enclosed for your information is a copy of the agendas for the CPC and CBA meetings on November 17-18, 2011. For further information regarding these meetings, please contact:

Veronica Daniel, Board Relations Analyst
(916) 561-1716, or 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 January 26-27, 2012 in Southern CA.

The meeting is accessible to individuals who are 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, or send a written request to the CBA 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.



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

Thursday, November 17, 2011
10:00 a.m.

The Sainte Claire
302 South Market Street
San Jose, CA 95113
Telephone: (408) 295-2000
Fax: (408) 977-0403

Roll Call and Call to Order (**Marshal Oldman, CPC Chair**).

- I. Approve Minutes of the May 19, 2011 CPC Meeting (**Marshal Oldman, CPC Chair**).
- II. Discussion on Initiating a Rulemaking to Adopt Title 16, California Code of Regulations (CCR) Sections 15, 15.1, 15.2, 15.3, 15.4 and Amend Sections 70, 71, and 87.1 – Retired Status (**Kari O'Connor, CBA Staff**).
- III. Discussion on Title 16, CCR Sections 87(e) and 87.1(d) – Eight-Hour Fraud Continuing Education Requirement (**Deanne Pearce, Licensing Chief**).
- IV. Discussion on Initiating a Rulemaking to Adopt Title 16, CCR Section 37.5 – Fingerprinting Requirements (**Deanne Pearce, Licensing Chief**).
- V. Information Regarding the Collection of Email Addresses from Licensees (**Deanne Pearce, Licensing Chief**).
- VI. Public Comments.*
- VII. Agenda Items for Next Meeting.

Adjournment.

Action may be taken on any item on the agenda. In accordance with the Bagley-Keene Open Meetings Act, all meetings of the CPC 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 CPC prior to the CPC taking any action on said item. Members of the public will be provided appropriate opportunities to comment on any issue before the CPC. Individuals may appear before the CPC to discuss items not on the agenda; however, the CPC can take no official action on these items at the time of the same meeting. (Government Code sec. 11125.7(a).)

CBA members who are not members of the CPC may be attending the meeting. However, if a majority of members of the full board are present at the CPC meeting, members who are not members CPC may attend the meeting only as observers.



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

CBA MEETING
AGENDA

Thursday, November 17, 2011
1:00 p.m. – 5:00 p.m.

Friday, November 18, 2011
9:00 a.m. – 1:00 p.m.

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302 South Market Street
San Jose, CA 95113
Telephone: (408) 295-2000
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Roll Call and Call to Order (**Sally Anderson**).

- I. Report of the President (**Sally Anderson**).
 - A. 2012 CBA Member Committee Interest Survey (**Veronica Daniel, CBA Staff**).
 - B. Resolution for Retiring CBA Member Lenora Taylor.
 - C. Accounting Education Committee (AEC) (**Dominic Franzella, Licensing Manager**).
 1. Action to Dissolve the AEC Following Submission of the Accounting Study Guidelines in July 2011.
 2. Resolutions for AEC Members.
- II. Report of the Vice President (**Marshal Oldman**).
 - A. Recommendations for Appointment/Reappointment to the Enforcement Advisory Committee (EAC).

B. Recommendations for Appointment/Reappointment to the Qualifications Committee (QC).

III. Report of the Secretary/Treasurer (**Leslie LaManna**).

A. Discussion of Governor's Budget.

B. Fiscal Year 2011-12 First Quarter Financial Report.

IV. Report of the Executive Officer (EO) (**Patti Bowers**).

A. Update on Hiring Freeze Exemption Requests.

B. Update on CBA 2010-2012 Communications and Outreach Plan (Written Report Only).

C. Proposed Reportable Events/Conditions for Denial of CPA Licensure (**Paul Fisher, Supervising Investigative CPA**).

D. Financial Accounting Foundation (FAF) Request for Comments on Plan to Establish the Private Company Standards Improvement Council (**Paul Fisher, Supervising Investigative CPA**).

**11/17/2011
TIME CERTAIN
3:00 PM**

V. Open Session. Petitions for Reinstatement.

Janell Missy Lee – Petition for Reinstatement of Revoked Certificate.

VI. Closed Session. Pursuant to Government Code Section 11126(c)(3), the CBA Will Convene Into Closed Session to Deliberate on Disciplinary Matters (Stipulations, Default Decisions, Proposed Decisions, and Petitions for Reinstatement).

**11/18/2011
TIME CERTAIN
9:00 AM**

VII. Regulation Hearing and Possible Action on Proposed Regulations (**Matthew Stanley, CBA Staff**).

A. Regulation Hearing Regarding Title 16, California Code of Regulations (CCR) Sections 2.8, 9.2, 11, and 11.1 – Accounting Study.

B. Discussion and Possible Action to Adopt or Amend Proposed Text at Title 16, CCR Sections 2.8, 9.2, 11, and 11.1 – Accounting Study.

VIII. Report of the Licensing Chief (**Deanne Pearce**).

A. Report on Licensing Division Activity.

- B. Report on Activities Related to the New Educational Requirements for CPA Licensure set to Take Effect January 1, 2014
(Dominic Franzella, Licensing Manager).
 - C. Consideration of Recognizing the Mutual Recognition Agreement Recommended by the Hong Kong Institute of CPAs and the United States International Qualifications Appraisal Board.
 - D. Grant/Deny Appeal of Uniform CPA Examination Candidate KD 122701 **(Kristy Shellans, DCA Legal Counsel).**
- IX. Report of the Enforcement Chief **(Rafael Ixta).**
- A. Enforcement Case Activity and Aging Report.
 - B. Citation and Fine Activity Report.
 - C. Reportable Events Report.
 - D. Update on Peer Review Implementation.
 - E. Enforcement Actions on Failed Peer Review Reports.
 - F. Role of the Peer Review Oversight Committee in Developing Peer Review Enforcement Guidelines.
- X. Committee and Task Force Reports.
- A. Enforcement Program Oversight Committee (EPOC)
(Michelle Brough, Chair).

No Report.
 - B. Committee on Professional Conduct (CPC)
(Marshal Oldman, Chair).
 - 1. Report of the November 17, 2011 CPC Meeting.
 - 2. Discussion on Initiating a Rulemaking to Adopt Title 16, CCR Sections 15, 15.1, 15.2, 15.3, 15.4 and Amend Sections 70, 71, and 87.1 – Retired Status.
 - 3. Discussion on Title 16, CCR Sections 87(e) and 87.1(d) – Eight-Hour Fraud Continuing Education Requirement.
 - 4. Discussion on Initiating a Rulemaking to Adopt Title 16, CCR Section 37.5 – Fingerprinting Requirements.

5. Information Regarding the Collection of Email Addresses from Licensees.

C. Legislative Committee (LC) (**Diana Bell, Chair**).

No Report.

D. Peer Review Oversight Committee (PROC) (**Nancy Corrigan, Chair**).

1. Report of the October 27, 2011 PROC Meeting.
2. Update on Proposed Changes to the American Institute of Certified Public Accountants Standards for Performing and Reporting on Peer Reviews: Performing and Reporting on Reviews of Quality Control Materials.

E. Enforcement Advisory Committee (EAC) (**Cheryl Gerhardt, Chair**).

Report of the November 3, 2011 EAC Meeting.

F. Qualifications Committee (QC) (**Fausto Hinojosa, Chair**).

1. Report of the October 19, 2011 QC Meeting.
2. Acceptance of 2012 QC Meeting Dates.

XI. Acceptance of Minutes

- A. Draft Minutes of the September 1, 2011 CBA Meeting.
- B. Draft Minutes of the September 22, 2011 CBA Meeting.
- C. Minutes of the May 19, 2011 CPC Meeting.
- D. Minutes of the August 4, 2011 EAC Meeting.
- E. Minutes of the April 27, 2011 QC Meeting.
- F. Minutes of the August 30, 2011 PROC Meeting.

XII. Other Business.

- A. American Institute of Certified Public Accountants (AICPA).

No Report.

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. Education Committee **(Donald Driftmier)**.
2. Recommendation to Support Carlos Johnson for NASBA Vice Chair Nominee 2012 **(Sally Anderson)**.
3. Proposed Responses to NASBA Regional Director's Focus Questions **(Dan Rich, Assistant Executive Officer)**.

XIII. Officer Elections **(Sally Anderson)**.

- A. President.
- B. Vice President.
- C. Secretary/Treasurer.

XIV. Closing Business.

- A. Public Comments.*
- B. Agenda Items for Future CBA Meetings.
- C. Press Release Focus **(Dan Rich, Assistant EO)**.

Recent Press Releases.

Adjournment.

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. While the CBA intends to webcast this meeting, it may not be possible to webcast the entire open meeting due to limitations on resources.

*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. Individuals may appear before the

CBA to discuss items not on the agenda; however, the CBA can neither discuss nor take official action on these items at the time of the same meeting (Government Code Sections 11125, 11125.7(a)).