



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

**MINUTES OF THE**  
**NOVEMBER 15-16, 2012**  
**CBA MEETING**

Dolce Hayes Mansion  
 200 Edenvale Ave.  
 San Jose, CA 95136

Roll Call and Call to Order.

CBA President Marshal Oldman called the meeting to order at 1:04 p.m. on Thursday, November 15, 2012 at the Dolce Hayes Mansion. The meeting recessed at 3:59 p.m. President Oldman reconvened the meeting at 9:02 a.m. on Friday, November 16, 2012 and the meeting adjourned at 10:22 a.m.

CBA Members

November 15, 2012

Marshal Oldman, President	1:04 p.m. to 3:59 p.m.
Leslie LaManna, Vice President	1:04 p.m. to 3:59 p.m.
Michael Savoy, Secretary-Treasurer	1:04 p.m. to 3:59 p.m.
Sarah (Sally) Anderson	1:04 p.m. to 3:59 p.m.
Diana Bell	1:04 p.m. to 3:59 p.m.
Alicia Berhow	1:04 p.m. to 3:59 p.m.
Michelle Brough	1:04 p.m. to 3:59 p.m.
Donald Driftmier	1:04 p.m. to 3:59 p.m.
Herschel Elkins	1:04 p.m. to 3:59 p.m.
Laurence (Larry) Kaplan	1:04 p.m. to 3:59 p.m.
Louise Kirkbride	Absent
Kitak (K.T.) Leung	1:04 a.m. to 3:59 p.m.
Manuel Ramirez	1:04 p.m. to 3:59 p.m.
David Swartz	1:04 p.m. to 3:59 p.m.

CBA Members

November 16, 2012

Marshal Oldman, President	9:02 a.m. to 10:22 a.m.
Leslie LaManna, Vice President	Absent
Michael Savoy, Secretary-Treasurer	9:02 a.m. to 10:22 a.m.

Sarah (Sally) Anderson	9:02 a.m. to 10:22 a.m.
Diana Bell	9:02 a.m. to 10:22 a.m.
Alicia Berhow	9:02 a.m. to 9:44 a.m.
Michelle Brough	9:02 a.m. to 10:22 a.m.
Donald Driftmier	9:02 a.m. to 10:22 a.m.
Herschel Elkins	9:02 a.m. to 10:22 a.m.
Laurence (Larry) Kaplan	9:02 a.m. to 10:22 a.m.
Louise Kirkbride	Absent
Kitak (K.T.) Leung	9:02 a.m. to 10:22 a.m.
Manuel Ramirez	9:02 a.m. to 10:22 a.m.
David Swartz	9:02 a.m. to 10:22 a.m.

### Staff and Legal Counsel

Patti Bowers, Executive Officer  
 Andrew Breece, Legislative Analyst  
 Rich Andres, Information Technology Staff  
 Manny Estacio, Information Technology Staff  
 Paul Fisher, Supervising Investigative CPA  
 Dominic Franzella, Chief, Licensing Division  
 Rafael Ixta, Chief, Enforcement Division  
 Nick Ng, Manager, Administration Unit  
 Kari O'Connor, Board Relations Analyst  
 Deanne Pearce, Assistant Executive Officer  
 Kristy Shellans, Legal Counsel, Department of Consumer Affairs (DCA)  
 Carl Sonne, Deputy Attorney General, Department of Justice (DOJ)  
 Matthew Stanley, Regulation Analyst

### Committee Chairs and Members

Cheryl Gerhardt, Chair, Enforcement Advisory Committee (EAC)

### Other Participants

Kevin Berggren, Center for Public Interest Law (CPIL)  
 Jose A. Campos, Deloitte & Touche  
 Michael Cohn, Administrative Law Judge (ALJ), Office of Administrative Hearings  
 Jason Fox, California Society of CPAs (CalCPA)  
 David Greenberg, Petitioner  
 Ed Howard, CPIL  
 Joe Petito, The Accountants Coalition  
 Pilar Onate-Quintana, KP Public Affairs  
 Jonathan Ross, KP Public Affairs  
 Hal Schultz, CalCPA  
 Jeannie Tindel, CalCPA

I. Report of the President

A. 2013 CBA Member Committee Interest Survey.

Ms. O'Connor requested that CBA members submit committee interest surveys to her no later than December 7, 2012.

B. Resolution for Retiring CBA Members David Swartz and Don Driftmier.

**It was moved by Mr. Ramirez, seconded by Ms. Bell and unanimously carried by those present to approve the resolution for retiring CBA member David Swartz.**

**It was moved by Mr. Elkins, seconded by Mr. Swartz and unanimously carried by those present to approve the resolution for retiring CBA member Don Driftmier.**

C. Resolution for Retiring Enforcement Advisory Committee (EAC) Member James Petray.

**It was moved by Mr. Ramirez, seconded by Ms. Bell and unanimously carried by those present to approve the resolution for retiring EAC member James Petray.**

D. Resolution for Retiring Qualifications Committee (QC) Member Ashruf Shenouda.

**It was moved by Mr. Ramirez, seconded by Ms. Bell and unanimously carried by those present to approve the resolution for retiring QC member Ashruf Shenouda.**

E. Resolutions for Peer Review Oversight Committee (PROC) Members Gary Bong and T. Ki Lam.

**It was moved by Mr. Driftmier, seconded by Ms. Berhow and unanimously carried by those present to approve the resolutions for PROC members Gary Bong and T. Ki Lam.**

II. Report of the Vice President.

A. Recommendations for Appointment(s) to the Enforcement Advisory Committee (EAC).

**It was moved by Ms. Bell, seconded by Ms. Berhow and**

**unanimously carried by those present to reappoint Cheryl Gerhardt as Chair of the EAC.**

**It was moved by Ms. Anderson, seconded by Mr. Leung and unanimously carried by those present to appoint Mary Rose Caras as Vice-Chair of the EAC.**

**It was moved by Mr. Driftmier, seconded by Mr. Swartz and unanimously carried by those present to appoint Nancy Corrigan to the EAC.**

**B. Recommendations for Appointment(s) to the Qualifications Committee (QC).**

**It was moved by Mr. Ramirez, seconded by Ms. Berhow and unanimously carried by those present to appoint Maurice Eckley as Chair of the QC.**

**It was moved by Ms. Berhow, seconded by Mr. Ramirez and unanimously carried by those present to reappoint Kris Mapes to the QC.**

**It was moved by Ms. LaManna, seconded by Mr. Ramirez and unanimously carried by those present to reappoint Robert Ruehl to the QC.**

**It was moved by Ms. LaManna, seconded by Ms. Berhow and unanimously carried by those present to reappoint Jeremy Smith to the QC.**

**It was moved by Ms. LaManna, seconded by Ms. Bell and unanimously carried by those present to reappoint Allan Lee to the QC.**

**C. Recommendations for Appointments/Reappointments to and Rotation Off of the Peer Review Oversight Committee (PROC).**

**It was moved by Ms. LaManna, seconded by Ms. Anderson and unanimously carried by those present to rotate members Gary Bong and T. Ki Lam off of the PROC.**

**III. Report of the Secretary/Treasurer**

**A. Discussion of Governor's Budget.**

There was no report on this item.

B. Fiscal Year 2012-13 First Quarter Financial Report.

Mr. Savoy stated that during the first quarter of Fiscal Year (FY) 2012-13, the CBA collected \$2.7 million in total receipts and that the CBA ended the first quarter with 15.5 months in Reserve. Mr. Savoy further stated that unusually high cost recovery payments have offset the intended reduction in Reserve, anticipated with the 40% reduction in license renewal fees.

Mr. Elkins inquired about the decrease in spending for expert consultants for enforcement cases.

Ms. Bowers stated that the CBA is using fewer outside contracted experts because of direction from the Governor's Office and due to full-staffing in the Enforcement Division.

Mr. Ramirez inquired about the 20 percent increase in facility operations and requested that additional information regarding this expense be brought to the next CBA meeting.

C. Discussion on Initiating a Rulemaking to Amend Title 16, California Code of Regulations Section 70 Regarding Fees.

Mr. Ng provided an overview of this item. Mr. Ng presented a new fee reduction proposal to reduce the Reserve to approximately \$2 million by the end of FY 2015-16. He also stated that the proposed fee reductions, should they become finalized through the rulemaking process, are not anticipated to have any adverse effect on mission critical operations.

Mr. Ramirez stated that the CBA should match revenue to expenses as closely as possible, and make sure that information is communicated to licensees that the proposed fee reduction is temporary.

**It was moved by Mr. Ramirez, seconded by Ms. Berhow and carried by those present to approve the fee reduction proposal and direct staff to initiate the rulemaking process. Mr. Elkins abstained.**

IV. Report of the Executive Officer (EO)

A. Update on Staffing.

Ms. Bowers introduced CBA Legislative Coordinator Andrew Breece and IT Analyst Manny Estacio. Ms. Bowers stated there are presently two vacancies at the CBA.

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

Report Only).

C. Review and Possible Adoption of CBA 2013-2015 Communications and Outreach Plan.

Ms. Pearce provided an overview of this item. Ms. Pearce stated that the purpose of the plan is to support and develop the outreach goals and objectives included in the 2013-15 CBA Strategic Plan.

**It was moved by Mr. Leung, seconded by Ms. Berhow and unanimously carried by those present to adopt the CBA 2013-2015 Communications and Outreach Plan.**

D. Discussion and Possible Action regarding Exposure Draft Dated June 29, 2012 – Omnibus Proposal, AICPA Professional Ethics Division, Proposed Revised and New Interpretations and Proposed Deletion of Ethics Rulings; and Exposure Draft dated June 29, 2019 – Proposed Statement on Standards for Accounting and Review Services.

Mr. Fisher provided an overview of this item. Mr. Fisher stated that the proposed changes will allow a CPA to prepare financial statements for a client without providing a report and without having specific wording in the engagement letter that the financial statements are for management use only. He noted that if the AICPA approved the changes, these types of engagements will be considered non-attest services and will not be considered a Statement on Standards for Accounting and Review Services (SSARS) engagement. Mr. Fisher further stated that if the proposed changes take effect, licensees who only prepare financial statements, but do not do a compilation, will not be subject to the CBA-required accounting and auditing continuing education.

Mr. Driftmier commented that a compilation is a professional service which should be performed by a CPA. Mr. Driftmier stated that the Statement on Standards for Accounting and Review Services #19 (SSARS 19) is causing consternation and that some CPAs may not understand SSARS 19. Mr. Driftmier stated that it should be left to individual practitioners to read this exposure draft and respond accordingly to AICPA.

Mr. Ramirez concurred with Mr. Driftmier's comments. Mr. Ramirez further stated that for consumer protection, CPAs providing compilation services should be subject to peer review. Mr. Ramirez commented that the CBA should be responsive and reiterate what the National Association of State Boards of Accountancy (NASBA) has indicated in its comments for the benefit of consumers.

Ms. LaManna stated that there should be some kind of report issued.

Mr. Leung commented that the protection of the consumer is important and a report should be required but to not put too much burden on the practitioner, and that for these types of services, a peer review should not be required.

The CBA directed staff to work with Ms. LaManna and Mr. Leung on a response to the exposure draft.

#### V. Open Session.

##### A. Lowell A. Baisden – Petition for Reinstatement of Revoked CPA Certificate.

CBA members heard the petition for the reinstatement of Mr. Baisden's revoked CPA certificate.

##### B. David Greenberg – Petition for Reinstatement of Revoked CPA Certificate.

Mr. Greenberg appeared before the CBA members to petition for the reinstatement of his revoked CPA certificate.

ALJ Michael Cohn and the CBA members having heard the petitions, convened into executive closed session to deliberate the matter. ALJ Cohn will prepare the decisions.

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

#### VII. Regulations.

##### A. Notice of an Adverse Comment Received on the 15-Day Notice of Modified Text Regarding Title 16, California Code of Regulations (CCR) Sections 12, 12.5, 37, 80, 80.1, 80.2, 81, 87, 87.1, 87.7, 87.8, 87.9, 88, 88.1, 88.2, and 89 – Continuing Education.

Mr. Stanley provided an overview of this item. Mr. Stanley stated that a public comment was received from CalCPA during the 15-day comment period regarding the continuing education (CE) regulatory proposal.

Mr. Schultz commented that CalCPA education experts believe that

eight hours of fraud CE is an appropriate number. Mr. Schultz stated that the expanded content of the fraud CE, which includes incorporating the topic of prevention of fraud, is an important aspect and there is enough material to justify retaining the present eight hour fraud CE requirement.

Mr. Ramirez commented that he believes four hours of fraud CE is sufficient, as planning for fraud is not utilized in most engagements. Mr. Ramirez further stated that CPAs who need more hours in fraud CE can choose to take more hours.

Mr. Swartz stated that the fraud CE courses are rather repetitive and that four hours of fraud is sufficient.

Mr. Driftmier concurred with Mr. Ramirez and Mr. Swartz.

There was no action taken on this item.

#### VIII. Report of the Licensing Chief.

##### A. Report on Licensing Division.

Mr. Franzella provided an overview of this item (See Attachment\_\_\_). Mr. Franzella stated that the two vacancies in the Licensing Division have been filled. Mr. Franzella further stated that the Exam Unit lowered its processing times by eight days. Mr. Franzella stated that he recently conducted an outreach event at California State University, East Bay regarding the new educational requirements for CPA licensure.

#### IX. Report of the Enforcement Chief.

##### A. Enforcement Activity Report.

Mr. Ixta presented an overview of this item (See Attachment\_\_\_). Mr. Ixta stated that the CBA has received 475 complaints. Mr. Ixta noted that the average age of a pending investigation is below last fiscal year. He also reported that 316 investigations have been received in the current fiscal year, which is a slight decrease from last fiscal year and that 357 investigations have been closed in the current fiscal year.

Mr. Ixta reported that 94 percent of the open investigations are open less than 18 months. Mr. Ixta commented that there are 62 licensees currently on probation, and seven probation hearings were recently held.

Mr. Ramirez thanked the Enforcement Division for its achievement of significantly reducing the number of investigations pending over 24 months.

Mr. Savoy inquired about the auditing that is done on the accounting firms that report that they are not subject to a peer review.

Mr. Ixta stated that all of the forms are reviewed and that staff sample a select amount of the forms for accuracy.

Ms. Anderson commented that it is important to get the message out to consumers about requesting peer review results from their CPA.

Ms. Bowers stated that as part of peer review outreach, the CBA is focusing on how to get the message out to consumers. Ms. Bowers further stated that information included in the CBA Consumer Assistance Handbook, suggest that consumers should request a peer review prior to engaging the services of a CPA.

#### X. Committee and Task Force Reports.

##### A. Committee on Professional Conduct (CPC) (Michael Savoy, Chair).

1. Report of the November 15, 2012 CPC Meeting.
2. Project Plan for Implementation of the Practice Privilege Provisions for Senate Bill 1405 Set to Take Effect July 1, 2013.

Mr. Savoy stated that CBA staff provided information on activities being undertaken related to implementing the new practice privilege provisions recently included in SB 1405. Mr. Savoy further stated that the information includes anticipated dates on when items will be brought to the CBA for action and when the CBA is mandated to provide certain reports to various stakeholders. Mr. Savoy stated that this item was informational and the CPC took no action.

3. Discussion and Policy Decisions on a Potential Rulemaking Regarding Practice Privilege.

Mr. Savoy stated that the CPC discussed information on initial concepts for draft regulatory language to implement the practice privilege provisions included in SB 1405. The areas discussed include: establishing substantial equivalency, practice privilege forms; out-of-state accounting firms registration; appeals; response to a board inquiry; and definitions for the terms

“Headquartered in California,” “Principal Place of Business,” and “Minor Traffic Violations.”

**It was moved by Mr. Savoy, seconded by Ms. Anderson and unanimously carried by those present to adopt the CPC’s recommendation to have staff develop regulatory language which would incorporate NASBA’s list of substantially equivalent states as being equivalent to California’s Pathway 2 qualifications. Additionally, the CPC recommends that staff develop regulatory language requiring the use of NASBA’s CredentialNet to determine individual substantial equivalency.**

Mr. Savoy reported that the CPC considered options for defining the terms, “Headquartered in California,” “Principal Place of Business,” and “Minor Traffic Violation” via regulation.

**It was moved by Mr. Savoy, seconded by Mr. Ramirez and unanimously carried by those present to adopt the CPC’s recommendation to define “Headquartered in California” using the UAA definition of “Home Office.”**

**It was moved by Mr. Savoy, seconded by Ms. Anderson and unanimously carried by those present to adopt the CPC’s recommendation to use the UAA definition for “Principal Place of Business.”**

**It was moved by Mr. Savoy, seconded by Mr. Ramirez and unanimously carried by those present to adopt the CPC’s recommendation to use the definition for “Minor Traffic Violation” already established by the CBA.**

Mr. Savoy stated that three forms will need to be developed for individuals to use for the new practice privilege provisions. The Pre-Notification and Cessation of Practice Forms are required by statute. Mr. Savoy further stated that staff believe a third form titled “Reinstatement of a Practice Privilege” should be developed for those individuals petitioning the CBA for reinstatement of a practice privilege.

**It was moved by Mr. Savoy, seconded by Mr. Swartz and unanimously carried by those present to adopt the CPC’s recommendation to have staff develop a form for reinstatement of a revoked practice privilege.**

**It was moved by Mr. Savoy, seconded by Mr. Elkins and unanimously carried by those present to adopt the CPC's recommendation to require the names of owners of the entities registering the firm be collected, and that fingerprints are not required as part of the registration process.**

**It was moved by Mr. Ramirez, seconded by Mr. Swartz and unanimously carried by those present to adopt the CPC's recommendation that firms be required to renew their registration every two years.**

Mr. Savoy reported that the CPC discussed how the CBA can take action to suspend an individual's right to practice under a practice privilege and whether the CBA wanted to delegate to the EO the authority to review and render a decision for such matters and, if so, did the CBA want to allow for a mechanism to appeal the EO's decision in order to provide a level of due process.

Mr. Savoy stated that the CPC recommends that the CBA delegate to the EO the authority to review and render decisions for these matters and to develop an appeals process similar to that found in CBA Regulation Section 49 to allow an individual to appeal the EO's decision to the CBA.

**It was moved by Mr. Elkins, seconded by Mr. Swartz and carried by those present to adopt the CPC's recommendation to delegate to the EO the authority to review and render decisions and to develop an appeals process similar to that found in CBA Regulation Section 49, to allow an individual to appeal the EO's decision to the CBA. Mr. Ramirez abstained.**

Mr. Savoy stated that the CPC reviewed a plan to implement a requirement that out-of-state individuals be required to respond to a CBA inquiry.

**It was moved by Mr. Elkins, seconded by Mr. Ramirez and unanimously carried by those present to adopt the CPC's recommendation to have staff develop regulatory language similar to the language found in Section 34.**

4. Implementation of Section 27 of the Business and Professions Code and Consideration of Legislative Proposal Providing for Limitations on Timeframes for Posting.

Mr. Savoy reported that the CPC discussed whether certain exceptions to Business and Professions Code Section 27, regarding the posting of Enforcement Actions on the CBA's website should be considered.

Mr. Savoy further stated that the CPC recommends that staff pursue a legislative change in 2013 to authorize the removal of citations from the website that are older than five years from the date of issuance and \$1500 or less.

**It was moved by Mr. Swartz, seconded by Mr. Ramirez and carried by those present to adopt the CPC's recommendation to pursue legislation in 2013 to authorize the removal of citations that are over five years from the date of issuance and \$1500 or less, from the CBA website. Mr. Elkins abstained.**

5. Consideration of Options to Allow Individuals to Continue to Apply for and Obtain CPA Licensure Under Pathway 1 and Pathway 2 After the New Educational Requirements in Business and Professions Code Section 5093 Take Effect on January 1, 2014.

Mr. Savoy stated that the CPC discussed possible options to extend the deadline for individuals to qualify for CPA licensure under the present pathways. Mr. Savoy further stated that to ensure that students intending to apply under Pathway 1, are reasonably afforded sufficient time to obtain the necessary experience, the CPC recommends that the CBA pursue legislation in 2013 to extend the option to apply under the present pathways for individuals who have passed all four parts of the Uniform CPA Exam on or before December 31, 2013. Mr. Savoy noted that this limited extension to apply would only exist for a two-year period.

**It was moved by Mr. Elkins, seconded by Mr. Ramirez and unanimously carried by those present to adopt the CPC's recommendation to pursue legislation in 2013 to extend the option to apply under the present pathways for individuals who have passed all four parts of the CPA Exam on or before December 31, 2013, while only providing the ability to continue to apply under this option for a two-year period.**

- B. Legislative Committee (LC) Sally Anderson, Chair).

1. Report of the November 15, 2012 LC Meeting.

2. Consideration of Sponsoring Legislation to Amend Business and Professions Code Section 5093 to Allow in Limited Circumstances the Ability for Candidates to Qualify for the Uniform CPA Examination Prior to the Conferral of a Baccalaureate Degree.

Ms. Anderson stated that the LC discussed a policy decision made by the CBA in September which would allow candidates to qualify to take the Uniform CPA Exam without a baccalaureate degree if they submitted a letter from their college stating that they had completed the baccalaureate requirements, the date they met them, and a statement that the only reason a baccalaureate degree has not been conferred is that they are enrolled in a five-year program that confers the degree simultaneously with the master's degree.

Ms. Anderson further stated that due to the current requirement of conferral of a degree, a change in the law is needed to implement the adopted policy. Ms. Anderson stated that staff provided proposed language that would amend Section 5093 of the Business and Professions Code to implement this policy and that this legislative proposal may be eligible to be a part of the annual omnibus bill, but if that is not an available option, staff would find an author to carry the bill independently.

Ms. Anderson reported that the LC did not have a quorum present at its meeting and, therefore, was unable to take any action on this item.

**It was moved by Ms. Anderson, seconded by Mr. Elkins and unanimously carried by those present to accept the staff recommendation to approve the proposed language, with a possible relocation of the PETH language, and direct staff to request that it be included in the omnibus bill, or to find an author to carry the legislation.**

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

Report of the October 19, 2012 PROC Meeting.

Mr. Ixta stated that the PROC discussed attending the AICPA Peer Review Board Meeting and that the committee also reviewed the first draft of PROC Annual Report which will be submitted to the CBA at its March 2013 meeting. Mr. Ixta further stated that the PROC is planning its second CalCPA on sight visit. He said that

the PROC discussed CalCPA's oversight process for peer reviewers. Mr. Ixta stated that several PROC members reported back to the committee on their first hand knowledge of the diligent process to ensure that peer reviewers are qualified. He stated that the PROC discussed conducting future PROC meetings remotely. Mr. Ixta stated that the next meeting is on December 4, 2012.

D. Enforcement Advisory Committee (EAC) (Cheryl Gerhardt, Chair).

Report of the October 18, 2012 EAC Meeting.

Mr. Ixta stated that the EAC met in Burbank, and six investigative hearings were held. Mr. Ixta reported that five of the cases were referred to the Attorney General for discipline, and one case was recommended to be closed. Mr. Ixta further stated that the EAC reviewed 26 closed cases and agreed with closure in all of the cases. Mr. Ixta noted that the next EAC meeting will be December 12, 2012.

E. Qualifications Committee (QC).

1. Report of the October 24, 2012 QC Meeting.

Mr. Franzella reported that the QC met in Oakland and had nine appearances. Mr. Franzella stated that of the nine appearances, four were personal appearances and five were Section 69 appearances. Three of the personal appearances were approved, and three of the Section 69 appearances were approved. Mr. Franzella noted that the next QC meeting will be January 23, 2013 in Southern California.

2. Approval of 2013 QC Meeting Dates.

**It was moved by Ms. Bell, seconded by Mr. Leung and unanimously carried by those present to approve the 2013 QC Meeting dates.**

XI. Acceptance of Minutes.

A. Draft Minutes of the September 20-21, 2012 CBA Meeting.

B. Minutes of the September 20, 2012 CPC Meeting.

C. Minutes of the July 26, 2012 LC Meeting.

D. Minutes of the August 1, 2012 QC Meeting.

E. Minutes of the August 24, 2012 PROC Meeting.

**It was moved by Mr. Ramirez, seconded by Ms. Anderson and carried unanimously by those present to approve items XI.A through XI.B and items XI.D through XI.E. Mr. Elkins abstained.**

**It was moved by Ms. Anderson, seconded by Ms. Berhow and carried unanimously by those present to approve Item XI.C.**

Ms Anderson noted that due to a lack of quorum at its November 15, 2012 meeting, the LC was not able to approve item XI.C. Ms. Anderson further noted that this item will be brought back to the LC committee in January 2013 for approval.

## XII. Other Business.

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

There was no report for this item.

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

#### 1. Update on NASBA Committees.

##### a. Accountancy Licensee Database (ALD) Task Force.

Ms. Bowers stated that 34 states are now active on the CPAverify database, and 38 states are presently participating in the Accountancy Licensee Database.

##### b. Board Relevance & Effectiveness Committee.

There was no report for this item.

##### c. Education Committee.

There was no report for this item.

## XIII. Officer Elections (**Marshal Oldman**).

### A. President.

### B. Vice President.

C. Secretary/Treasurer.

**It was moved by Ms. Anderson, seconded by Mr. Ramirez and unanimously carried by those present to elect Ms. LaManna as President of the CBA, Mr. Savoy as Vice President of the CBA, and Mr. Leung as Secretary/Treasurer of the CBA.**

XIV. Closing Business

A. Public Comments.\*

Mr. Schultz thanked retiring CBA members Don Driftmier and David Swartz for their service and congratulated the newly-elected CBA officers.

B. Agenda Items for Future CBA Meetings.

There was no discussion on this item.

C. Press Release Focus

Ms. Pearce stated the topics for consideration for post-meeting press releases include the newly-elected CBA officers and the extension on the present pathways to CPA licensure.

Adjournment.

President Oldman adjourned the meeting at 10:22 a.m. on Friday, November 16, 2012.

\_\_\_\_\_ Leslie J. LaManna, CPA, President

\_\_\_\_\_ K.T. Leung, CPA, Secretary-Treasurer

Kari O'Connor, Board Relations Analyst, and Patti Bowers, Executive Officer, CBA, prepared the CBA meeting minutes. If you have any questions, please call (916) 561-1718.