



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), LEGISLATIVE COMMITTEE (LC), AND CBA MEETINGS**

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**DATE:** Thursday, March 25, 2010

**COMMITTEE MEETING (LC)**

**TIME:** 9:00 a.m. to 12:00 p.m.

**CBA MEETING**

**TIME:** 1:00 p.m. to 4:00 p.m.

**COMMITTEE MEETING (CPC)**

**TIME:** 4:00 p.m., or upon adjournment of  
 the CBA meeting

**DATE:** Friday, March 26, 2010

**CBA MEETING**

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

**PLACE:** The Crowne Plaza San Jose  
 282 Almaden Blvd.  
 San Jose, CA 95113  
 Telephone: (408) 998-0400  
 Facsimile: (408) 289-9801

Enclosed for your information is a copy of the agenda for the CBA meeting on March 25-26, 2010. For further information regarding this meeting, please contact:

Veronica Daniel, Executive 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 May 12-13, 2010 in Pasadena, California.**

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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.



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AGENDA  
LEGISLATIVE COMMITTEE

March 25, 2010  
9:00 a.m.

Crowne Plaza San Jose  
282 Almaden Blvd.  
San Jose, CA 95113  
Phone: (408) 998-0400  
Fax: (408) 289-9081

(Board members who are not members of this Committee may be attending the meeting.)

- I. Update on Bills on Which the Board has Taken a Position (**Matthew Stanley**).
  - AB 797- Accountants Discipline: internet posting
  - SB 389- Fingerprinting
  - SB 691- Elimination of Pathway 1
- II. AB 1659- Joint Sunset Review Committee (**Matthew Stanley**).
- III. AB 2130- Sunset Review (**Matthew Stanley**).
- IV. AB 1899- State agencies: Information on Web site (**Matthew Stanley**).
- V. AB 1993- State government reports: declarations (**Matthew Stanley**).
- VI. AB 2091- Public records: information security (**Matthew Stanley**).
- VII. AB 2466- Regulations: legislative validation (**Matthew Stanley**).
- VIII. AB 2494- Personal services contracts (**Matthew Stanley**).
- IX. AB 2537- Adjudications: presiding officer (**Matthew Stanley**).
- X. AB 2603- Regulations: reductions (**Matthew Stanley**).
- XI. AB 2738- Regulations: statement of reasons (**Matthew Stanley**).
- XII. SB 942 and SBx8 48- State Auditor: Analysis of Regulations (**Matthew Stanley**).
- XIII. SB 1111- Health boards: enforcement (**Matthew Stanley**).
- XIV. Non-health boards Enforcement Legislation (**Matthew Stanley**).

- XV. SB 1171- Sunset Review **(Matthew Stanley)**.
- XVI. SB 1351- OAL: regulation review **(Matthew Stanley)**.
- XVII. Senate Business, Professions and Economic Development Omnibus Legislation **(Matthew Stanley)**.
- XVIII. ABx8 8- Franchise Tax Board: administration **(Matthew Stanley)**.
- XIX. SBx8 29- Public Employees: Furlough Exemptions **(Matthew Stanley)**.
- XX. Overview of Spot Bills Introduced in 2010 **(Matthew Stanley)**.
- XXI. Comments from Members of the Public.
- XXII. Agenda Items for Next Meeting.

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).)



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

**CBA MEETING**  
**AGENDA**

**Thursday, March 25, 2010**  
**1:00 p.m. – 4:00 p.m.**

**Friday, March 26, 2010**  
**9:00 a.m. – 1:00 p.m.**

The Crowne Plaza San Jose  
 282 Almaden Blvd.  
 San Jose, CA 95113  
 Telephone: (408) 998-0400  
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**March 25, 2010**

**1:00-2:30**  
**TIME CERTAIN**

- I. Roll Call and Call to Order (**Manuel Ramirez**).
- II. Petitions, Stipulations, and Proposed Decisions [Closed Session Government Code Section 11126(c)(3)] Petition Hearings are Public Before the Board with a Subsequent Closed Session.
  - A. Bernard Joseph Rosa Jr. – Petition for Reinstatement of Revoked Certificate.
  - B. Richard DeLap – Stipulated Settlement.
  - C. Christopher Gruys – Stipulated Settlement.
  - D. Jay J. Shapiro – Stipulated Settlement.
  - E. Alex Domantay – Stipulated Settlement.
  - F. Deborah M. McEwan – Stipulated Settlement.

2:30-3:00

- III. Report of the President (**Manuel Ramirez**).

- A. Update on California Research Bureau (CRB) Study (**Patti Bowers**).
  - B. Consideration of Increasing the Number of Accounting Education Committee (AEC) Members.
  - C. AEC Appointments.
  - D. Ethics Curriculum Committee (ECC) Appointment.
  - E. Peer Review Oversight Committee (PROC) Appointments.
  - F. Proposed 2011 CBA Meeting Dates.
  - G. Update on Peer Review Implementation (**Dominic Franzella**).
  - H. Discussion of Restatements as an Enforcement Tool (**Greg Newington**).
- 3:00-3:05 IV. Report of the Vice President (**Sally Anderson**).
- A. Enforcement Advisory Committee (EAC) Appointment.
- 3:05-3:30 V. Report of the Secretary/Treasurer (**Marshal Oldman**).
- A. Discussion of Governor's Budget.
    - 1. California Medical Association Lawsuit.
  - B. FY 2009/2010 Mid-Year Financial Statement.
  - C. Discussion Regarding Options for License Renewal Fee Reduction (**Dan Rich**).
- 3:30-3:40 VI. Report of the Licensing Chief (**Deanne Pearce**).
- A. Report on Licensing Division Activity.
- 3:40-4:00 VII. Report of the Enforcement Chief (**Paul Fisher**).
- A. Report on Status of Enforcement Matters.
    - 1. Activity and Status Report.
    - 2. Major Case Summary (**Greg Newington**).
    - 3. Report on Citations and Fines.

4. Reportable Events Report.

VIII. Public Comments.

**March 26, 2010**

IX. Roll Call and Call to Order (**Manuel Ramirez**).

9:00-10:40

X. Report of the Executive Officer (**Patti Bowers**).

A. DCA Director's Report (**DCA Representative**).

B. DCA Legal Office Guidance on Handling Abandoned Records (**Gary Duke**).

C. 2010-2012 CBA Communications and Outreach Plan (**Lauren Hersh**).

D. CBA Member Ambassador Program (**Vincent Johnston**).

E. Report on Hearing of Assembly Committee on Accountability and Administrative Review.

F. Compliance with DCA Travel Guidelines (**Dan Rich**).

G. Conference Attendance Requirements (**Dan Rich**).

H. Educational Presentation – Form 700 Statement of Economic Interests (**Gary Duke**).

I. Informational Presentation on Settlement Agreement between D. Edson Clark, CPA et al. and the Washington State Board of Accountancy (**Gary Duke**).

J. New Method of Distributing Agenda Materials to Interested Parties (**Dan Rich**).

K. Update on Current Projects List (Written Report Only).

XI. Committee and Task Force Reports.

10:40-11:25

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

1. Reconsideration of Posting Accusations on the CBA's Web site (**Patti Bowers**).

2. Consideration of Clean-up Language for Article 12 – Continuing Education (**Dominic Franzella**).

3. Consideration of Renewing in an Inactive Status as it Relates to Peer Review **(Dominic Franzella)**.

11:25-12:25

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

1. Update on Bills on Which the CBA has taken a Position **(Matthew Stanley)**.
  - a. AB 797 – Accountants Discipline: Internet Posting
  - b. SB 389 – Fingerprinting
  - c. SB 691 – Elimination of Pathway 1
2. AB 1659 – Joint Sunset Review Committee **(Matthew Stanley)**.
3. AB 2130 – Sunset Review **(Matthew Stanley)**.
4. AB 1899 – State Agencies: Information on Web site. **(Matthew Stanley)**.
5. AB 1993 – State Government Reports: Declarations **(Matthew Stanley)**.
6. AB 2091 – Public Records: Information Security **(Matthew Stanley)**.
7. AB 2466 – Regulations: Legislative Validation **(Matthew Stanley)**.
8. AB 2494 – Personal Services Contracts **(Matthew Stanley)**.
9. AB 2537 – Adjudications: Presiding Officer **(Matthew Stanley)**.
10. AB 2603 – Regulations: Reductions **(Matthew Stanley)**.
11. AB 2738 – Regulations: Statement of Reasons **(Matthew Stanley)**.
12. SB 942 and SBx8 48 – State Auditor: Analysis of Regulations **(Matthew Stanley)**.
13. SB 1111 – Health Boards: Enforcement **(Matthew Stanley)**.
14. Non-health Boards Enforcement Legislation **(Matthew Stanley)**.
15. SB 1171 – Sunset Review **(Matthew Stanley)**.
16. SB 1351 – OAL: Regulation Review **(Matthew Stanley)**.

17. Senate Business, Professions and Economic Development Omnibus Legislation (**Matthew Stanley**).

18. ABx8 8 – Franchise Tax Board: Administration (**Matthew Stanley**).

19. SBx8 29 – Public Employees: Furlough Exemptions (**Matthew Stanley**).

20. Overview of Spot Bills Introduced in 2010 (**Matthew Stanley**).

C. Report of the Enforcement Program Oversight Committee (EPOC) (**Herschel Elkins, Chair**).

1. No report.

D. Report of the Board Member Guidelines and Procedure (G&P) Manual Committee (**Marshal Oldman, Chair**).

1. No Report.

12:25-12:35

E. Report of the EAC (**Harish Khanna, Chair**).

1. Report of the January 28, 2010 EAC Meeting.

12:35-12:45

F. Report of the QC (**Fausto Hinojosa, Chair**).

1. Report of the January 27, 2010 QC Meeting.

XII. Appeals – Personal/Written.

A. Personal Appeals.

None.

12:45-12:50

XIII. Adoption of Minutes

A. Draft Minutes of the January 20-21, 2010 CBA Meeting.

12:50-12:55

XIV. Other Business.

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

1. Update on AICPA State Board Committee (**Donald Driftmier**).

2. AICPA Examination Panel Nominations.
- B. National Association of State Boards of Accountancy (NASBA).
1. Update on NASBA Committees.
    - a. Uniform Accountancy Act Committee (**Donald Driftmier**).
    - b. Compliance Assurance Committee (**Robert Petersen**).
    - c. Global Strategies Committee (**Rudy Bermúdez/Angela Chi**).
    - d. Ethics Committee (**Manuel Ramirez**).
    - e. Legislative Support Committee (**Marshal Oldman**).
    - f. Education Committee (**Leslie LaManna**).
    - g. Accountancy Licensee Database Task Force (**Patti Bowers/Sally Anderson**).
  2. Proposed Responses to NASBA's Regional Director's Focus Questions (**Dan Rich**).

12:55-1:00

XV. Closing Business.

- A. Board Member Comments.
- B. Comments from California Society of Certified Public Accountants (CalCPA) Representative.
- C. Comments from Society of California Accountants (SCA) Representative.
- D. Public Comments.
- E. Agenda Items for Future CBA Meetings.

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.



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## AGENDA COMMITTEE ON PROFESSIONAL CONDUCT

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4:00 p.m., or  
Upon Adjournment of CBA Meeting

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