



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 ENFORCEMENT PROGRAM OVERSIGHT
COMMITTEE (EPOC), LEGISLATIVE COMMITTEE (LC), COMMITTEE ON
PROFESSIONAL CONDUCT (CPC) AND CBA MEETINGS**

DATE: Thursday, May 24, 2012

COMMITTEE MEETING (EPOC)

TIME: 9:00 a.m.

COMMITTEE MEETING (LC)

TIME: 9:30 a.m., or upon adjournment
of the EPOC meeting.

COMMITTEE MEETING (CPC)

TIME: 10:00 a.m., or upon adjournment
of the LC meeting.

CBA MEETING

TIME: 12:30 p.m. to 5:00 p.m.

DATE: Friday, May 25, 2012

CBA MEETING

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

PLACE: The Hilton Pasadena
168 South Los Robles Ave.
Pasadena, CA 91101
Telephone: (626) 577-1000
Fax: (626) 584-3148

Enclosed for your information is a copy of the agendas for the EPOC, LC, CPC and CBA meetings on May 24-25, 2012. For further information regarding these meetings, please contact:

Kari O'Connor, Board Relations Analyst
(916) 561-1716, or koconnor@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 July 26, 2012 in Northern 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 Kari O'Connor at (916) 561-1718, or email koconnor@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)
ENFORCEMENT PROGRAM OVERSIGHT COMMITTEE (EPOC)
AGENDA

Thursday May 24, 2012
9:00 a.m.

The Hilton Pasadena
168 South Los Robles Ave.
Pasadena, CA 91101
Telephone: (626) 577-1000
Fax: (626) 584-3148

Roll Call and Call to Order (**Diana Bell, EPOC Chair**).

- I. Approve Minutes of the March 22, 2012 EPOC Meeting (**Diana Bell, EPOC Chair**).
- II. Discussion on Possible Changes to the Role of EPOC (**Rafael Ixta, Enforcement Chief**).
- III. Discussion on Possible Changes to the Role of the Enforcement Advisory Committee (EAC) (**Rafael Ixta**).
- IV. Public Comments.*
- V. 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 EPOC 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 EPOC prior to the EPOC taking any action on said item. Members of the public will be provided appropriate opportunities to comment on any issue before the EPOC. Individuals may appear before the EPOC to discuss items not on the agenda; however, the EPOC 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 EPOC may be attending the meeting. However, if a majority of members of the full board are present at the EPOC meeting, members who are not members EPOC may attend the meeting only as observers.



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**CALIFORNIA BOARD OF ACCOUNTANCY (CBA)
LEGISLATIVE COMMITTEE (LC)
AGENDA**

Thursday May 24, 2012
9:30 a.m.

Or upon adjournment of the
Enforcement Program Oversight Committee

The Hilton Pasadena
168 South Los Robles Ave.
Pasadena, CA 91101
Telephone: (626) 577-1000
Fax: (626) 584-3148

Roll Call and Call to Order (**Sally Anderson, LC Chair**).

- I. Approve Minutes of the March 22, 2012 LC Meeting (**Sally Anderson, LC Chair**).
- II. Update on Bills of Which the CBA Has Taken a Position (AB 1504, AB 1537, AB 1588, AB 1810, AB 1904, AB 1914, AB 1982, AB 2022, AB 2041, AB 2570, SB 103, SB 975, SB 1099, SB 1165, and SB 1576). (**Matthew Stanley, CBA Staff**).
- III. AB 1345 – Local government: audits (**Matthew Stanley**).
- IV. Consideration of Positions on Legislation (**Matthew Stanley**).
 - A. AB 1409 – Regulations: small businesses.
 - B. SB 1327 – State Government: Internet website.
 - C. SB 1405 – Accountancy: military service: inactive status.
- IV. Additional Legislation Impacting the CBA Identified by Staff After the Posting of the Meeting Notice (**Matthew Stanley**).
- V. Public Comments.*
- VI. 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 LC 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 LC prior to the LC taking any action on said item. Members of the public will be provided appropriate opportunities to comment on any issue before the LC. Individuals may appear before the LC to discuss items not on the agenda; however, the LC 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 LC may be attending the meeting. However, if a majority of members of the full board are present at the LC meeting, members who are not members LC may attend the meeting only as observers.



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

Thursday May 24, 2012
10:00 a.m.

Or upon adjournment of the
Legislative Committee

The Hilton Pasadena
168 South Los Robles Ave.
Pasadena, CA 91101
Telephone: (626) 577-1000
Fax: (626) 584-3148

Roll Call and Call to Order **(Michael Savoy, CPC Chair)**.

- I. Approve Minutes of the March 23, 2012 CPC Meeting **(Michael Savoy, CPC Chair)**.
- II. Discussion on Initiation of a Rulemaking to Amend Title 16, California Code of Regulations Sections 80, 80.1, 80.2, 81, 87, 87.1, 87.8, 87.9, 88, 88.1, and 89 **(Dominic Franzella, Licensing Chief)**.
- III. Discussion Regarding the CBA's Requirements for Maintaining Adequate Security for Claims Against an Accountancy Corporation (CBA Regulation 75.8) **(Matthew Stanley, CBA Staff)**.
- IV. Public Comments.*
- V. 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, May 24, 2012
12:30 p.m. – 5:00 p.m.**

**Friday, May 25, 2012
9:00 a.m. – 12:00 p.m.**

Important Notice to the Public

The order of agenda items other than those identified as “time certain” are approximate. Agenda items may be discussed and action taken out of order at the discretion of the CBA President.

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May 24, 2012

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

- I. Report of the President (**Marshal Oldman**).
 - A. Probation Monitoring Overview (**Paul Fisher, Supervising Investigative CPA**).
- II. Report of the Vice President (**Leslie LaManna**).
 - A. Recommendations for Appointments/Reappointments to the Enforcement Advisory Committee (EAC).
 - B. Recommendations for Appointments/Reappointments to the Qualifications Committee (QC).

- C. Recommendations for Appointments/Reappointments to the Peer Review Oversight Committee (PROC).
- III. Report of the Secretary/Treasurer (**Michael Savoy**).
 - A. Discussion of Governor's Budget.
 - B. Fiscal Year 2011-2012 Third Quarter Financial Statement.
- IV. Report of the Executive Officer (EO) (**Patti Bowers**).
 - A. Update on Staffing.
 - B. Update on CBA 2010-2012 Communications and Outreach Plan (Written Report Only).
 - C. Discussion on Business and Professions Code Sections 5063(b)(2) and 5063.2 – Civil Action Settlements or Arbitration Awards (**Matthew Stanley, CBA Staff**).
- V. Report of the Licensing Chief (**Dominic Franzella**).
 - 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 (**Veronica Daniel, Licensing Manager**).
 - C. Presentation on the New Educational Requirements for CPA Licensure Set to Take Effect January 1, 2014 (**Dominic Franzella**).
- VI. 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.
- VII. 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, and Proposed Decisions).
 - Roll Call and Call to Order (**Marshal Oldman**).

May 25, 2012

VIII. Committee and Task Force Reports.

A. Enforcement Program Oversight Committee (EPOC)
(Diana Bell, Chair).

1. Report of the May 24, 2012 EPOC Meeting.
2. Discussion on Possible Changes to the Role of EPOC.
3. Discussion on Possible Changes to the Role of the Enforcement Advisory Committee (EAC).

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

1. Report of the May 24, 2012 LC Meeting.
2. Update on Bills of Which the CBA has Taken a Position (AB 1504, AB 1537, AB 1588, AB 1810, AB 1904, AB 1914, AB 1982, AB 2022, AB 2041, AB 2570, SB 103, SB 975, SB 1099, SB 1165, and SB 1576).
3. AB 1345 – Local government: audits.
4. Consideration of Positions on Legislation.
 - a. AB 1409 – Regulations: small businesses.
 - b. SB 1327 – State Government: Internet website.
 - c. SB 1405 – Accountancy: military service: inactive status.
5. Additional Legislation Impacting the CBA Identified by Staff After the Posting of the Meeting Notice.

C. Committee on Professional Conduct (CPC) **(Michael Savoy, Chair).**

1. Report of the May 24, 2012 CPC Meeting.
2. Discussion on Initiating a Rulemaking to Amend Title 16, California Code of Regulations Sections 80, 80.1, 80.2, 81, 87, 87.1, 87.8, 87.9, 88, 88.1, 88.2, and 89.
3. Discussion Regarding the CBA's Requirements for Maintaining Adequate Security for Claims Against an Accountancy Corporation (CBA Regulation 75.8).

D. Strategic Plan Committee (SPC) **(Manuel Ramirez, Chair).**

No Report.

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

Report of the May 3, 2012 EAC Meeting.

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

Report of the April 25, 2012 QC Meeting.

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

Report of the April 20, 2012 PROC Meeting.

IX. Acceptance of Minutes.

A. Draft Minutes of the March 22-23, 2012 CBA Meeting.

B. Draft Minutes of the March 22, 2012 CBA Open House.

C. Minutes of the March 22, 2012 EPOC Meeting.

D. Minutes of the March 22, 2012 LC Meeting.

E. Minutes of the March 23, 2012 CPC Meeting.

F. Minutes of the January 25, 2012 QC Meeting.

G. Minutes of the February 2, 2012 EAC Meeting.

H. Minutes of the February 10, 2012 PROC Meeting.

X. Other Business.

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

No Report.

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

1. Nominations for NASBA 2012 Awards.

2. 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).**
- d. Uniform Accountancy Act Committee (UAA)
(Sally Anderson).

XI. Closing Business.

- A. Public Comments.*
- B. Agenda Items for Future CBA Meetings.
- C. Press Release Focus
(Deanne Pearce, Assistant Executive Officer).

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 items 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.

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