BOARD MEETING MINUTES
April 27, 2012

The regular meeting of the Arkansas State Board of Public Accountancy (Board) was held in Suite 450 of the Main Street Mall on April 27, 2012 with Dale Coy, President, presiding. Other members of the Board in attendance were: Gene Cogbill, Karen Garrett, Mike Moore and Wade Turner. Members of the staff in attendance were: Jimmy Corley, Executive Director; Ann Jessup, Fiscal Officer/CPE Coordinator, Dale Edge, Investigator, Amanda Bailey, Credentialing Assistant and Alan Fortney, IT Manager. Other attendees were: Brian Thompson, Arkansas Society of Accountants, Arnie Jochums, Assistant Attorney General, and Ron Pitts, Arkansas Society of Certified Public Accountants.

CALL TO ORDER

Mr. Coy officially called the meeting to order at 9:00 a.m. A quorum was found to be present.

APPROVAL OF MINUTES

A motion was made and seconded to approve the minutes of the January 6, 2012 board meeting. The motion passed.

TREASURER’S REPORT

A motion was made and seconded to approve the Treasurer’s Report for December 2011, January 2012, February 2012 and March 2012, as presented. The motion passed.

COMMITTEE REPORTS

Compliance

The Compliance Committee has met three times.

I. Twenty-one new complaints:
   1) Two unregistered firms holding out.
   2) Six regarding substandard 2011 QR.
   3) Nine void licensees requesting reinstatement.
   4) Two with name change concerns.
   5) One complaint regarding holding records.
   6) One complaint regarding tax issues.

II. Requesting closure of 11 complaints – 4 by Consent Order:
1) **C10-066 – (Cert # 2329)** – Licensee was involved in a lawsuit involving allegation failure to follow professional standards. The complaint was settled out of court. Close with no further action.

2) **C11-059 – (Cert # 5839)** – Licensee failed to respond to **2011 Quality Review**. After additional review, other issues were found. Licensee has surrendered license. Requesting acceptance of surrender of CPA Certificate 5839 in lieu of further Board action with assessment of $1,000 fine payable if the licensees ever seeks reinstatement of certificate.

3) **C11-061 – (Cert #692C)** – After further review it was found Licensee responded timely to **2011 Quality Review**. Requesting closure with no further action. Licensee is also requesting surrender of CPA firm certificate.

4) **C11-064 (Cert # 4891)** – Inactive licensee who failed to respond to **2011 Quality Review**. Licensee signed compliance statements acknowledging no reports issued, paid $250.00 penalty. Requesting closure by compliance statement.

5) **C11-068 (Cert # 1734)** – After further review it was found Licensee responded timely to **2011 Quality Review**. Requesting closure with no further action.

6) **C11-069 (Cert #5090R)** – Inactive licensee who failed to respond to **2011 Quality Review**. Licensee signed compliance statements acknowledging no reports issued and paid $250.00 penalty. Requesting closure by compliance statement. Licensee is also requesting surrender of CPA certificate.

7) **C11-080 (Cert # 2LP)** – Licensee involved in a lawsuit involving allegation failure to follow professional standards. Complaint was settled out of court. Close with no further action.

A motion was made and seconded to close C10-066, C11-059, C11-061, C11-064, C11-068, C11-069, C11-080. The motion passed.

**CONSENT ORDERS**

1) **C09-032 (Cert # 3999) - Consent Order**

   Applicant’s CPA certificate was revoked September 13, 2002 for failure to renew for three or more years. Applicant has requested reinstatement to license to practice pursuant to A.C.A. § 17-12-604. The applicant has agreed to a consent order, completed 148 hours of CPE, completed a background check and paid 1997-2001 and 2012 licensing fees totaling $310.00. Requesting closure by Consent Order.

A motion was made and seconded to close C09-032 by Consent Order. The motion passed.

2) **C11-078 (Cert # 1422) - Consent Order**

   Licensee was reprimanded by the Arkansas Supreme Court Committee on Professional Conduct Panel A, A.C.A. §17-12-601(a) (4) and Board Rule 401. Licensee has agreed to consent order and paid $1,000.00 penalty. Requesting closure by Consent Order.
A motion was made and seconded to close C11-078 by Consent Order. The motion passed.

3) **C11-084 (Cert # 4961) - Consent Order**
Applicant’s CPA certificate became void January 1, 2009 for failure to renew. The applicant has requested Inactive Status pursuant to A.C.A. § 17-12-301. Applicant has agreed to a consent order, completed a background check and paid 2006-2008 and 2012 inactive licensure fees plus late fees totaling $580.00. Requesting closure by Consent Order.

A motion was made and seconded to close C11-084 by Consent Order. The motion passed.

4) **C12-008 (Cert # 7414) - Consent Order**
Applicant’s CPA certificate became void January 1, 2009 for failure to renew. The applicant has requested a License to Practice pursuant to A.C.A. § 17-12-301. Applicant has agreed to a consent order, completed 121 hours of CPE, completed a background check and paid 2006-2008 inactive fees and 2012 LTP fee plus late fees totaling $635.00. Requesting closure by Consent Order.

A motion was made and seconded to close C12-008 by Consent Order. The motion passed.

**III. Requesting permission to issue Notice of Hearing for the following complaints:**

<table>
<thead>
<tr>
<th>H012-001</th>
<th>H012-006</th>
<th>H012-012</th>
<th>H012-017</th>
<th>H012-022</th>
<th>H012-027</th>
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<td>H012-011</td>
<td>H012-016</td>
<td>H012-021</td>
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**OLD BUSINESS**

None.

*Adjourned and reconvened*

Mr. Coy called for a lunch recess at 11:35 am and returned at 12:11 pm.

**NEW BUSINESS**

*Experience Requirement*

The executive director asked the board for clarification on the Board’s experience requirement. After discussion among the board members, it was determined that experience needed to be gained within the previous three years from the date of licensure application. Cases involving unique circumstances or hardships should be brought to the board for review on a case by case basis.
Exam ADA Request

Ashley Morrison – ADA request for extended time on the CPA exam, use of Zoomtext software, and a Logistical Provision (pocket magnifier). A motion was made and seconded to grant Ms. Morrison’s requests pending the receipt of a physician’s letter. The motion passed.

NASBA Nominations

Janice Gray – A motion was made and seconded to nominate Janice Gray for the position of Southwest Regional Director. The motion passed.

License Request

Collins Cook – Mr. Cook submitted documentation supporting his response to the moral character question portion of the license application. After review of the documents, a motion was made and seconded to approve the license application. The motion passed.

Reciprocal License Request

David Winkler – Mr. Winkler submitted documentation supporting his response to the moral character question portion of the reciprocal license application. After review of the documents, a motion was made and seconded to approve the license application. The motion passed.

Renewal Request

Van Goode, Jr. – Mr. Goode submitted documentation supporting his request to receive a waiver of group CPE for the calendar year 2011 and the reinstatement fee of $150 in order to receive his 2012 License to Practice. A motion was made and seconded to waive the group CPE requirement for 2011 and penalty. The motion passed.

License Request

Annie Chuang – Ms. Chuang submitted documentation supporting her request to have her CPA Exam grades transferred so she would be able to apply for an original license in the state of Arkansas. Ms. Chuang is lacking six education hours to meet Arkansas’ exam requirements. A motion was made and seconded to have Ms. Chuang receive six additional education hours in order to apply for licensure in the state of Arkansas. The motion passed.

OTHER BUSINESS

NASBA Regional Meeting
A motion was made and seconded to approve reimbursement for expenses incurred for Board members and the Executive Director attending the NASBA Eastern Regional Meeting June 13-15 or the NASBA Western Regional Meeting June 27 - 19. The motion passed.

**Strategic Planning Meeting**

A motion was made and seconded to approve the expenditures for the 2012 Strategic Planning Meeting being held July 20 – 21, 2012. The motion passed.

**Administration**

A motion was made and seconded to have Counsel to present a draft of a Motion for Dismissal of the James B. Morris appeal prior to the May 18th Board Meeting. The motion passed.

**Disciplinary Cases**

A motion was made and seconded to table the discussion of the publication of disciplinary cases until the May 18th Board Meeting. The motion passed.

**Firm Names**

The application from a firm seeking to change their legal form of entity was discussed. This lead to a discussion about firm names and whether or not firms should be able to use the term “and Company” or “and Associates” when they only have one CPA on staff. The issue was tabled pending a review of the new UAA rules regarding firm names.

**APPLICATIONS AND SURRENDERS**

A motion was made and seconded to approve the applications and surrenders listed below, pending a review of the files by a board member. The motion passed.

**NEW LICENSE**

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<thead>
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<tr>
<td>8913</td>
<td>Amanda Armer</td>
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<td>Meagan Rebecca Bates</td>
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<td>8917</td>
<td>Clayton Porter Belknap</td>
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<td>8919</td>
<td>Tyler Mckean Boss</td>
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<td>8921</td>
<td>Jessica S. Brown</td>
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<td>Laura Elizabeth Deem</td>
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<td>Chad Leon Harwood</td>
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<td>Lucas J. Finch</td>
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<td>Angela Lynne Harris</td>
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<td>8938</td>
<td>Thomas J. Hauskey</td>
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<td>8940</td>
<td>John B. Howard</td>
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</table>
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NEW FIRM LICENSES

841C BERBERICH TRAHAN & CO., P.A. 173LC HENDERSON & HILL, LLC
174LC DREW A. VANWINKLE, CPA, PLLC 5SP JAMES DYKHOUSE, CPA

INDIVIDUAL AND ENTITY SURRENDERS

802R Donald F. Baier 5599 Holly Beitel
8059R Paul V. Breazeale 3461 Patricia S. Brunner
4487 Marilyn L. Byington 5827R David S. Colwell
1676 Roy Alan Cox 4882R Robert S. Hester, Jr
778 Thomas O. Howell 4077 Rebecca Bailey Kane
4124 Kevin M. Kerr 2903 Kimberly Kreider
1451R Larry D. McCraw 1794 Phillip McNeill
2643R Joel G. Pritchett 6272R Bryan Ardis Robison, II.
5090R Patricia Ronne 2085 Deborah D. Scacewater
952R Jay C. Scott 712R Miles M. Shatzer
2901 Paul L. Small 1695 Philip Smith
315 Alma Bawiec Strozyk 7214R Thomas E. Walsh
7745R Robert Larry Welborn 5468 Janna H. Winchester
8494R Crissy D. Wright 5839 Betty Belin
775C C.D. Wright CPA PC 728C Del W. Rush, PA
131LC Jerry, Gorman & Associates, PLLC 158LC John R. Dye, CPA, PLLC
166LC McNair, Mclemore, Middlebrooks & Co., LLC 0144C Tompkins Strozyk & Hendricks
118LC Warinner, Gesinger & Associates, LLC
INDIVIDUAL AND BUSINESS NAME CHANGE

471C  Gollon & Charron CPAs, P.A.

VOID EXAMINATION

8980  Leslie Kay Hayes
5821  Paul Campbell Spikes

DECEASED

3605  Ernest C. Atkeison, Jr.
720   John H. Chism
2165  John Harrison Newman
1439  John Richard Tatom
1946  James D. Wright, Jr.
1470  Robert L. Bunch
3799  John W. Glasgow
1828R Max E. Stacy
1097R L.J. Watkins

ADJOURNMENT

A motion was made and seconded to adjourn. The motion passed. The meeting adjourned at 1:27 p.m.