

NEVADA STATE BOARD OF ACCOUNTANCY

Minutes

September 21, 2007

An open meeting of the Nevada State Board of Accountancy was called to order at 9:00 A.M. by President, Charles Morrison, on Friday, September 21, 2007 at Citibank, 3990 S. Maryland Parkway, Las Vegas, Nevada.

Board Members Present:

Charles A. Morrison, President	Patrick M. Thorne, Secretary/Treasurer	
Bonnie M. Houldsworth	Sharon J. McNair	Harry O. Parsons
Karen Wilkes	Kathy L. Zeller	

Board Staff Present:

Karen Peterson, Counsel
Viki A. Windfeldt, Executive Director
Leslie C. Walsh, Board Coordinator

◆ ◆ ◆ ◆ CONSENT AGENDA ◆ ◆ ◆ ◆

The Consent Agenda contains matters of routine acceptance. The Board Members may approve the consent agenda items as written or, at their discretion, may address individual items for discussion or change.

- *1. Approval of July 13, 2007 Board Meeting Minutes
- *2. Approval of Applications for Certified Public Accountant – Non Appearance

Richard Barnaby	Yuk Chan	Rosemary Devito	Ronald Durkin
Daniel Eckenfels	Robert Form	Michael Gormley	S. Jenkins-Mulloy
Adam Kinney	Vincent Lam	Russell Law	John Lawson
Amy Lee	Steven Marsden	Andrew Martin	Bruce McClintock
Tyler McHenry	Michael Mimovich	Christopher Pizzo	Donald Prachar
Dennis Ridley	Rhonda Shock	Kade Stratton	Kelly Tate
Scott Vranes	Shane White	C. Wisniewski	Lawrence Wolfe
Kenneth Wood	Ellen Young	Brian Yurko	
- *3. Approval of Temporary Licensing Permits – Non Appearance

John Rodgers	Charlene Knutson	Nicole Phillips	Crystal McMillin
Gregory Anglum	Jerome Dublan	John Sizer	Mark Kuntz
Donald Mikeska	Shaun Fisher	Timothy Ahopelto	Mark Sheffield
Roland Roos	Michael Wichert	Peter Gautreau	Joseph Kenyon
Denese Cahill	Raymond Ware	Christopher Palun	Dennis Sarna
Frederick Reiss	Sara Carlson	Benedict Rybicki	Amy Cody
Anne Tahim	Rolla Van Meter		

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- *4. Approval of Change to License Status:
 - B. Gary Boyd Return Active Status
 - C. Melissa Payan Return Active Status
 - D. Patricia Sherwin Lucas Return Active Status
 - E. Robert T. Beers Return Active Status

- *5. Approval of Finances:
 - A. Treasurer's Report
 - B. Amended Budget for fiscal year 2007-2008

- *6. Approval of Fictitious Name:
 - A. Firebird Financial
 - B. Capital Accountant Inc.
 - C. MX CPA

- *7. No items listed for this agenda number.

The consent agenda and supporting documents were reviewed by the Board. Motion was made, seconded and carried to approve consent items 1-3, 4B-6. Agenda item 4A was moved to the regular agenda.

◆ ◆ ◆ ◆ REGULAR AGENDA ◆ ◆ ◆ ◆

Agenda Item 4A: James Kalicki Inactive Status

Motion was made, seconded and carried to defer the Application for Inactive Status in order to request additional information regarding Mr. Kalicki's employment activities.

Agenda Item 8: Grievance Report and Grievance Matters.

Note: NRS 241.020 requires the Board to list individuals that may have administrative action taken against them in connection with the Board's disciplinary grievance report. The Board may convene in closed session to consider the character, alleged misconduct, professional competence or physical or mental health for any of the grievances filed with the board.
Review of Grievance Report

Motion was made, seconded and carried to go into closed session to discuss grievance matters.

Upon resumption of the open session, motion was made, seconded and carried to close complaint matter S-07-6 based on resolution between the parties.

Motion was made, seconded and carried in complaint matter S-07-7, Rosemary Lato, to approve a stipulated agreement with the following provisions: (1) licensee shall take 8 hours of CPE in the area of practice management, ethics and/or preparation of partnership tax returns; (2) licensee agrees to refund client \$500; (3) Decision shall be published. Liaison Sharon McNair abstained from the vote.

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Agenda Item 8 (Cont.)

Motion was made, seconded and carried to close non-licensee complaint matter SS-07-5, Accountancy of McKenzie & Thomas based on lack of cause.

Agenda Item 8A: Recess into closed session for a Full Board Disciplinary Hearing against the following individual Mark Vetter **10:00 AM**

This item was removed from the agenda.

Agenda Item 8B: Reconvene into Open Session for Board Determination of the matters concerning the above named individual: Mark Vetter

This item was removed from the agenda.

Agenda Item 9: PCAOB Report Summary

Note: Pursuant to NRS 241.030 the Board may convene into closed session to consider the content, character, and alleged misconduct as provided within the reports as provided by the PCAOB.

A. PCAOB Response Letter

Harry Parsons summarized a conversation that was held with NASBA leadership Wes Johnson and David Costello in connection with the Board's withdrawal from receiving the Reports. After careful consideration it would be the recommendation of Mr. Parsons' that the Board rescind its previous correspondence to the PCAOB and continue receiving the PCAOB Reports in accordance with the "Acknowledgement and Agreement". The Board discussed the matter and Mr. Parsons' recommendation.

Motion was made and seconded to approve the recommendation of Mr. Parsons' and continue receiving the PCAOB reports. The motion was denied with all Board members opposition to the vote. Staff was directed to send NASBA a letter confirming the Board's position and its withdrawal from receiving the PCAOB inspection reports.

Agenda Item 10: Report of Counsel

No items were discussed under this agenda item.

Agenda Item 11: Report of Executive Director

A. NASBA Regional Director Focus Questions

Executive Director provided the Board with the NASBA Regional Director Focus Questions. The Board provided responses to the questions for submission to NASBA.

B. General Liability Insurance Policy Update

Executive Director advised the Board that the General Liability Insurance policy was modified to include coverage for Board Members and Staff while traveling in non-owned vehicles.

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Agenda Item 11 (Cont.)

C. NRS and NAC Amendment Review

Executive Director provided the Board with a list of possible revisions to Nevada Revised Statutes and Nevada Administrative Code. The Board reviewed the list and provided direction for the changes.

D. DMV Affidavit of Audit and Current Financial Ratio Form

Executive Director summarized the issues that have been raised regarding the new form required by the DMV. The Board reviewed the form as well as comments submitted by licensees.

E. Governor Appointments

Executive Director advised the Board that issues have been raised as to the re-appointment process through the Governor's office.

Agenda Item 12: Board Approval of 2007 CPE Audit Report

The Board reviewed the 2007 CPE Audit Report. Executive Director advised the Board this was the first time there has been 100% responses by the licensees. Motion was made, seconded and carried to approve the 2007 CPE Audit report as provided. Staff was directed to include the compliance information in the next newsletter.

Agenda Item 13: Board Approval of Individual Review Report: Joe Woody

Bonnie Houldsworth summarized the Individual Review Report for Joe Woody. Staff requested Board review of the report while Ms. Houldsworth was still an active Board Member.

Motion was made, seconded and carried to reject the experience of Mr. Woody based on his individual review. Board Member Harry Parsons opposed the vote. Board Member Bonnie Houldsworth abstained from the vote.

Agenda Item 14: Application for CPA Examination – Board Determination – A. Angelique Crawford **11:00 AM Appearance**

This item was tabled until the November 2007 Board Meeting at the request of Ms. Crawford.

Agenda Item 15: Request Board Approval for Extension of Time for Conditioned Status A. Renee Tieman

The Board was provided with a letter of request for Renee Tieman to obtain an extension of time for conditioned status of the CPA Examination. Staff provided the Board with a summary of Ms. Tieman's examination status. The Board determined that an extension would not be granted to Ms. Tieman based on lack of cause.

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Agenda Item 16: Request Board Determination for Application for CPA Certification:

A. Jacob Burt

The Board reviewed the application information for Jacob Burt. Board staff summarized Mr. Burt's appearance before the Board at the July 2007 meeting. Motion was made, seconded and carried to approve the application for CPA Certification for Jacob Burt. The approval was based on information provided indicating Mr. Burt had met the experience requirements.

B. William Prowse

The Board reviewed the application information for William Prowse. Motion was made, seconded and carried to deny the application for CPA Certification for William Prowse. The denial was based on Mr. Prowse not meeting the experience requirements as required in Nevada.

Agenda Item 17: Request Formal Complaint for failure to comply with the CPE Administrative Complaint Procedure:
Dean Bone Richard Gallagher Heather Rollo

Motion was made, seconded and carried to issue formal disciplinary complaints against the above individuals based on failure to comply with the CPE Administrative Complaint Procedure.

Agenda Item 18: Request Formal Complaint for failure to comply with the Practice Enhancement Program: Anthony Andreoli Amy Elletson

Motion was made, seconded and carried to issue formal disciplinary complaints against the above individuals based on failure to respond to the Board's Practice Enhancement program.

Agenda Item 19: Request Board Consideration to Rescind Revocation and approval Retired Status based on Medical Hardship: Louis Musso

The Board reviewed the request of Louis Musso for consideration to rescind the prior revocation of his CPA Certificate based on medical hardship. Mr. Musso also indicated that he plans to request Retired Status. Motion was made, seconded and carried to rescind the prior revocation and waive the penalties associated with the revocation, subject to receiving his request for retired status within 30 days.

Agenda Item 20: Report of President

No items were discussed under this agenda item.

Agenda Item 21: Public Comment **11:30 AM**

Andrew Martin appeared and thanked the Board for his CPA License approval.

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Agenda Item 21 (Cont.)

Presentation of Retirement Plaque to Board Members
Bonnie Houldsworth and Harry Parsons

The Nevada State Board of Accountancy presented plaques to Board Members Bonnie Houldsworth and Harry Parsons in recognition for their outstanding service to the Board over the past six years.

Agenda Item 22: Next Board Meeting: November 16, 2007 – Reno