

Vermont Secretary of State
Office of Professional Regulation
BOARD OF PUBLIC ACCOUNTANCY
July 9, 2002
APPROVED MINUTES

Board members present: Jeffrey Graham, Pamela Douglass, Claire LaVoie, Lee Spivey and Cairn Cross; Staff members present: Nancy Morin, Patty Skinner and Chris Winters; Others present: George Haegele, AAG, Peter Erly, Esq and Michael Flynn.

1. The meeting was called to order at 9:10 a.m.
2. Moved to approve the minutes of June 05, 2002. So voted.
3. Reports
 - a. The Board reviewed the Financial Statement responses. Letters will be mailed accordingly.
 - b. The Board reviewed Chris Winter's Summary of H.501 and H. 761. It was agreed that the Board would need a retreat to go over rule making. The retreat will be held on September 5 & 6, 2002 at a location to be determined.
4. Complaints
 - a. AC03-1001 - Michael S. Keller and Gallagher, Flynn and Company, LLP - Stipulation and Consent Order. George Haegele, AAG presented for the State; Chris Winters presided for the Board ; Respondant, Michael S. Keller was not present, Gallagher, Flynn & Company were represented by Peter Erly, Esq. Pamela Douglass and Cairn Cross recused. Board moved to approve. So voted.
5. Licensing

Moved to approve the following applicants for licensure as Certified Public Accountants

 - a. Mark J. Lelyo by Examination
 - b. Brian Brockway by Examination
 - c. Robert S. Palechek by Examination
 - d. Horace Chen by Score Transfer
 - f. Lise Goddette by Endorsement

So voted

 - e. Moved to table Mary McDermant's application for licensure by score transfer and request that she provide a transcript of her BA, to enable the Board to determine how

many years of supervised experience she would require to qualify for licensure. So
voted

6. Correspondence

- a. Quick Poll from Tennessee State Board of Accountancy re: work paper retention provision was completed by the Board
- b. Quick Poll from the Accountancy Board of Ohio re: Arthur Andersen conviction was completed by the Board
- c. E-mail from Branden Montgomery regarding our independence rules was discussed and was not very clear. Board would like Branden Montgomery to resubmit the questions because the e-mail was missing parts of the questions. So noted.
- d. E-mail from Kaj Samson regarding the application process of CPAES and the problems he encountered was reviewed by the Board. A letter will be written explaining the situation and that the Board is aware of the issues and will stay on top of them. So voted.

7. NASBA Correspondence

- a. Computerized Examination agreement. The Board had a discussion and it will be divided up among the Board members to work with. So voted.
- b. E-mail from Robert Fox regarding topics that may be discussed at the regional meeting was reviewed. So noted.
- c. Letter to Jeffrey Graham from David Costello thanking him for the NASBA Regional Director Focus Questions and offering assistance with our rules changes. So noted.
- d. The Report on the CPA Examination administration for May 2002. So noted.
- e. E-Mail list of all of the CPA examination sites from Bob Brooks of North Carolina. So noted.
- f. Letter from NASBA regarding the reciprocity agreement with CPA Australia and a request for the Board to update NASBA's records was completed by the Board. So noted.
- g. The Regional Meeting agenda package was reviewed. So noted.

8. AICPA Correspondence

- a. Copy of the policy decisions adopted for the structure, length and examination content specifications for the computerized examination will be reviewed by Jeffrey Graham and discussed at the next meeting. So noted.
- b. AICPA Uniform CPA Examination Content Specifications prepared by the Board of Examiners of the AICPA will be reviewed by Jeffrey Graham and discussed at the next meeting. So noted.
- c. Exposure Draft "Omnibus Proposal of Professional Ethics Division Interpretations and Rulings" from the AICPA Professional Ethics Executive Committee for comments was tabled for the next meeting to give members a chance to review it. So noted.
- d. Copy of the new "Professional Ethics AICPA Comprehensive Course" was reviewed by the Board. So noted.

9. Miscellaneous Correspondence

- a. Copy of S-2673 introduced by Senator Sarbanes - Accounting-Industry Legislation was reviewed by the Board. So noted.

10. The meeting was adjourned at 2:30 p.m.

NEXT MEETING: Scheduled for August 27, 2002, Office of the Secretary of State , 26 Terrace Street, Montpelier, VT