

MISSISSIPPI STATE BOARD OF PUBLIC ACCOUNTANCY
MINUTES
September 30, 2005

The Mississippi State Board of Public Accountancy met at the Board office at 5 Old River Place, Suite 104, Jackson, Mississippi, on September 30, 2005. The following record of that meeting was maintained.

Board Members Present

John P. Quon, Chairman
Jim E. Burkes, Vice Chairman
Willie B. Sims, Jr., Secretary
Diane S. Day
Rick Elam
Angela L. Pannell
Jean T. Shepherd

Board Staff Present

Susan M. Harris, Executive Director
Ransom C. Jones, Investigator

Legal Counsel Present

Onetta Whitley, Deputy Attorney General

Others Present

Jimmy Boyd, MAPA

I. General

1. The Board opened the meeting with the invocation by Jean Shepherd.
2. The Board members present unanimously approved the minutes from the July 29, 2005, meeting.
3. The Board members signed the certificates of licensure from the July 29, 2005, meeting.

I. General (Continued)

4. The Board members reviewed the remaining 2005 meeting and activity dates as follows:

Oct. 30 - Nov. 2		NASBA Annual
November 18	8:30	Meeting
November 19		Ceremony
December 16		Meeting

5. The Board members set the tentative meeting dates and noted activities for 2006, as follows:

January 27	Meeting	June 22-25	MSCPA Annual
February 24	Meeting	July 28	Meeting
March 24	Meeting	August 25	Meeting
April 28	Meeting	September 29	Meeting
April 29	Ceremony	Oct 29-Nov 1	NASBA Annual
May 26	Meeting	November 17	Meeting
May 31-June 2	NASBA W. Regional	November 18	Ceremony
June 21-23	NASBA E. Regional	December 15	Meeting

6. The Board discussed the NASBA Annual Meeting to be held October 30 - November 2, 2005, with scheduled attendance by John Quon, Jim Burkes, Willie Sims, Rick Elam and Susan Harris.
7. The Board heard a report from Executive Director Susan Harris concerning the discussions at the September 14 Computer Based Testing (CBT) Examination Symposium and the September 15 NASBA Center for Public Trust meeting.

II. National Regulatory Concerns

1. The Board members reviewed and responded to the NASBA Regional Directors' focus questions. The Executive Director will submit the responses by the October 7, 2005, due date.
2. The Board reviewed and discussed the August 1, 2005, NASBA memorandum from David Costello, forwarding Quarterly Communications including:
 - Highlights of the NASBA Board Meeting, July 22, 2005
 - Minutes of NASBA Board Meeting April 29, 2005
 - NASBA Regional Directors' Report (focus responses)
 - *Uniform Accountancy Act (UAA) Statute Exposure Draft* - Comments requested by October 3, 2005.

II. National Regulatory Concerns (Continued)

2. (Continued)

After discussions concerning the UAA exposure draft, the Board unanimously determined that insufficient time was provided by the NASBA committee and that additional time should be requested at least until January 2, 2006, before attempting to reply to the proposed amendments.

3. The Board reviewed the August 3, 2005, NASBA memorandum from Theodore Long, Jr., NASBA Bylaws Committee Chair, providing an explanation of proposed changes to the NASBA Bylaws and for vote at the upcoming annual meeting. The Board members unanimously accepted the proposed bylaw amendments and authorized positive vote at the annual meeting.

4. The Board members discussed the September and August 2005 NASBA *State Board Reports*.

5. The Board reviewed and discussed responses from various other Boards concerning the proposed amendments the Uniform Accountancy Act (UAA) Rules 5-1 and 5-2 including responses from Idaho, Illinois, Maryland, Montana, Nevada, New Mexico, Ohio, Oklahoma, Oregon, South Dakota, Washington, and West Virginia. The general consensus of the responses is that the proposals cannot be supported.

6. The Board reviewed an August 25, 2005, letter from the Accountancy Board of Ohio to the American Institute of CPAs (AICPA) Professional Standards, concerning SSARS 13 and 14 which would allow compilation of specified accounts, items or elements of a financial statement and compilation of proforma financial information and the negative impact on peer review.

7. The Board reviewed an August 26, 2005, NASBA email from Tom Kenny, Director Communications announcing that the Accountancy Licensee Database (ALD) is to launch August 31, 2005.

8. The Board noted the September 19, 2005, NASBA memorandum from Barton Baldwin, Chair, NASBA/AICPA International Qualifications Appraisal Board (IQAB), reporting its review and continuation of the Canada/U.S. Mutual Recognition Agreement.

II. National Regulatory Concerns (Continued)

9. The Board reviewed and discussed releases from the Public Company Accounting Oversight Board including:
 - September 23, 2005, Chairman McDonough Announces His Resignation
 - July 26, 2005, Board Adopts Standard on Remediation of Material Weaknesses, Rules on Auditor Independence and Tax Services.

III. Administration

1. The Board reviewed and discussed the SAAS Summary Trial Balances as of August 31, 2005, for Treasury Funds 3845 and 3850, and the Treasury Fund 3845 SAAS Appropriation/Actual Expenditures for the two months ended August 31, 2005.
2. The Board reviewed a September 13, 2005, Department of Finance and Administration memorandum and noted that the official mileage reimbursement rate increased to \$.485 effective September 1, 2005.

IV. CPA Examination, Licensing and Firms

1. The Board members present unanimously accepted the listing of candidate applications for the computerized examination (17 initial, 59 reexam) received since the July meeting. The Board also discussed other applications for the CPA examination with special circumstances. After significant discussions, the Board determined to defer approval of two applications for file numbers 11633 and 11699 pending further investigation concerning semester hours needed from a “portfolio program” wherein students are awarded credit for learning on the job and documented in a written portfolio. The Board reviewed but denied a request for reconsideration from an individual, file 11520, lacking governmental accounting. The Board accepted conversion of quarter to semester hours for candidate file 11698 to satisfy the education requirement.
2. The Board members present unanimously approved the Window 3 - July-August 2005 CPA examination grades for 146 candidates, 197 examination sections. Twenty-three candidates from this window have completed all four examination sections.

IV. CPA Examination, Licensing and Firms (Continued)

3. The Board members present unanimously acted upon the applications for CPA licenses, reciprocals, reinstatements, and CPA firm permits as presented herein:

Applications for Original CPA License

<u>File</u> <u>Number</u>	<u>Name</u>	<u>Number</u>	<u>Date</u>	<u>Approved</u>
10307	Dana Elaine Bertke	5725	9/30/05	Yes
11018	Chad F. Branson	5726	9/30/05	Yes
10628	Donna Hall Cain	5727	9/30/05	Yes
11292	James Walker Coburn	5728	9/30/05	Yes
11433	Jack Warren Dilworth			No (1)
10932	Chandler Alan Ewing	5729	9/30/05	Yes
11316	Stephen Hollis Hulett	5730	9/30/05	Yes
11184	Leslie Curry Humphries	5731	9/30/05	Yes
8112	Jeffrey Dale Johnson	5732	9/30/05	Yes
11528	Christiana M. Leggett	5733	9/30/05	Yes
11507	Stacey Coker Lindley	5734	9/30/05	Yes
10818	Tonya Burton Paylor	5735	9/30/05	Yes
11439	Staci Henson Tyler	5736	9/30/05	Yes
11443	Mark Andrew Vines	5737	9/30/05	Yes
11424	Justin Allen Wadsworth	5738	9/30/05	Yes
11296	Misti Michele Walters	5739	9/30/05	Yes
10575	Shanell H. Watson	5740	9/30/05	Yes
11421	Donald Trent Wilson, Jr.	5741	9/30/05	Yes
10775	Scott M. Wilson	5742	9/30/05	Yes
04485	Nita Barham Woodson	5743	9/30/05	Yes

(1) Does not currently satisfy experience requirement.

Applications for Reciprocal CPA License

<u>File</u> <u>Number</u>	<u>Name</u>	<u>Number</u>	<u>Date</u>	<u>Approved</u>
11690	Joseph Adekunle Akanji	R3128	9/30/05	Yes
11695	David Brannon Baggett	R3129	9/30/05	Yes

IV. CPA Examination, Licensing and Firms (Continued)

3. Applications (Continued)

Applications for Reciprocal CPA License (Continued)

File				
<u>Number</u>	<u>Name</u>	<u>Number</u>	<u>Date</u>	<u>Approved</u>
11586	Barlett B. Clark, Jr.	R3130	9/30/05	Yes
11708	Gary T. Gerber	R3131	9/30/05	Yes
11696	Susan Keith Grice			No (2)
11709	Amy Lynn Harrison	R3132	9/30/05	Yes
11694	C. Mickey Hannon	R3133	9/30/05	Yes
11692	Ruth Sellers Smith	R3134	9/30/05	Yes
11687	Lauren J. Wolfe	R3135	9/30/05	Yes

(2) Does not satisfy substantial equivalency education requirement and Virginia is not substantially equivalent.

Applications for Reinstatement of CPA Licenses

File			
<u>Number</u>	<u>Name</u>	<u>Number</u>	<u>Approved</u>
7224	Colleen Mulroy Griffin	R2272	Yes
7852	Robert F. Jay	4726	Yes
1072	Joseph W. Joyner	2895	(3)
11388	Jared Stroderd	R2988	Yes
3082	Lawrence E. Wilson	1409	Yes

(3) Pending registration of CPA firm permit.

Applications for CPA Firm Permit to Practice

<u>Name</u>	<u>Number</u>	<u>Approved</u>
Bruno & Tervalon LLP CPAs Jackson, MS	F1035	Yes
Dixon Hughes PLLC Hurst, TX	F1036	Yes
Dudding & Kerkow, PLLC Bay St. Louis, MS	F1037	Yes
Horne LLP Jackson, TN	F1038	Yes

IV. CPA Examination, Licensing and Firms (Continued)

3. Applications (Continued)

Amendments to Registered CPA Firms

<u>Name</u>	<u>Number</u>	<u>Description</u>
Willie Joseph King, CPA Abbeville, MS	F0951	Cancellation
Koerber Turner, PLLC Hattiesburg, MS	F0455	Cancellation merged with Smith Turner & Reeves
Lindsey, Davis and Caviness, PA Ripley, MS	F0474	Name change from Lindsey and Davis, PA
Smith, Turner & Reeves, PA Jackson, MS	F0680	Merger with Koerber Turner, PLLC
Smith, Brooks & Company PC Jackson, MS	F0674	Name change from Smith & Company; added owner
Wright & Wright, PLLC Hattiesburg, MS	F0783	Name change from Wright & King CPAs

4. The Board members present unanimously approved requests from CPAs for amendments to the 2005 CPE compliance requirements, as follows:

<u>Name</u>	<u>Number</u>	<u>Board Action</u>
Carrie B. Ainsworth	5370	Extension to 11/30/05 - 9 CPE hours
Jo L. Avera	4689	Extension to 11/30/05 - 32 CPE hours
Georgeann C. Brandon	3543	Extension to 11/30/05 - 25 CPE hours
James R. Bunting, Jr.	2549	Extension to 11/30/05 - 7 CPE hours
Deborah D. Clifton	2061	Extension to 11/30/05 - 32 w/8 A&A hours
Allyson C. Davis	5011	Extension to 11/30/05 - 40 w/8 A&A hours
Katherine S. Day	3676	Extension to 11/30/05 - 16 CPE hours
Carlton R. Dixon	R2172	Extension to 11/30/05 - 8 CPE hours
Emily Ferguson	5643	Extension to 11/30/05 - 20 w/3A&A hours
Diana M. Gabrich	5598	Extension to 11/30/05 - 1 CPE hours
David R. Harper	5148	Extension to 11/30/05 - 40 w/8 A&A hours
Kenneth R. Martin, Jr.	3585	Extension to 11/30/05 - 40 w/8 A&A hours
Lori D. Miller	R3024	Extension to 11/30/05 - 1 CPE hours
R. Benton Moulds, Jr.	3634	Extension to 11/30/05 - 4 CPE hours
Milton C. Neyman	5044	Extension to 11/30/05 - 8 A&A hours
Ada C. Rodrigue	990	Extension to 11/30/05 - 4 CPE hours
Amy D. Smith	R2932	Extension to 11/30/05 - 4 CPE hours

IV. CPA Examination, Licensing and Firms (Continued)

4. Amendments to 2005 CPE Requirements (Continued)

<u>Name</u>	<u>Number</u>	<u>Board Action</u>
Hugh M. Stephens	2615	Extension to 11/30/05 - 1 CPE hours
Robert D. Walker	2517	Extension to 11/30/05 - 20 CPE hours
Allan J. Watson, III	3859	Extension to 11/30/05 - 12 CPE hours

5. The Board unanimously deferred action pending additional information for the following CPE amendment requests:

<u>Name</u>	<u>Number</u>	<u>Request</u>
George M. Conwill	2552	Waiver
Martha P. Waldrep	R3046	Extension

6. The Board reviewed a listing of voluntary cancellations made by CPAs with CPE deficits and requested during the 2005 CPE reporting period:

<u>Name</u>	<u>Number</u>
Stacey C. Narbo	4514
Roger S. Ross	1531

7. The Board unanimously approved requests from CPAs for waivers of the 2005 CPE compliance requirements based on affidavits of current retirement and intention to apply for CPA (retired) for 2006, as follows:

<u>Name</u>	<u>Number</u>
Michael H. Plunkett	1866
J. S. Sutphen, Jr.	433
Ronald Teitelbaum	2531

8. After hearing a report from the CPE Committee (see page 18) and Board action related to Quality Assurance Services, the Board determined to permit the AICPA CPE Direct program as acceptable CPE for the 2005 compliance period. Therefore, any previous related deficit or extension request will not be required. Board staff will communicate to the affected individuals. In addition, the Board noted the lists of three individuals who had reported hours by using reference guides not permitted as acceptable CPE but the lack of would not cause a deficit.

IV. CPA Examination, Licensing and Firms (Continued)

9. The Board discussed the November 19, 2005, CPA presentation ceremony and reviewed the draft program. The ceremony is scheduled to be held in the Old Supreme Court Chamber in the New Capitol. James A. Koerber will be the keynote speaker. Paul Calhoun is scheduled to represent the Mississippi Society of CPAs.
10. The Board reviewed and discussed various information related to the CPA examination including:
 - August 11, 2005, Contract Steering Group (CSG) status report
 - August 5, 2005, CSG memorandum concerning closing of January 1-9, 2006 testing dates for simulation upgrades
 - August 5, 2005, AICPA letter concerning simulation upgrades
 - August 2005 AICPA email, Re: Score Releases
 - Summer/Fall 2005 *CPA Examination Alert*
 - August 22, 2005, from North Carolina Board to NASBA, Re: exam fees and NASBA's response
 - Information related to Prometric August 9 testing failure.
11. The Board discussed the current situations of CPAs, CPA firms, and CPA examination candidates after Hurricane Katrina destruction of August 29, 2005, and its aftermath. After significant discussions and in accordance with Governor Haley Barbour's Executive Order dated September 22, 2005, providing emergency provisions and pursuant to statutory authority, the Board approved temporary suspension of certain rules and regulations to provide relief concerning the Hurricane Katrina state of emergency. The Board made the following decisions and took these actions to provide relief:
 - Granted candidates extensions for untested examination sections that were due to expire before February 28, 2006. Thus, the Board authorized amendments to each Notice to Schedule (NTS) where each applicable section will not expire before that date.
 - Granted candidates extensions of the eighteen-month period (or transition period) for conditioned credits due to expire before March 31, 2006. Therefore, the Board authorized extensions of the time to retain the applicable conditioned credits where they will not expire before that date.
 - Granted CPA licensees extensions through November 30, 2005, without penalty to comply with the 2005 CPE compliance requirements.

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IV. CPA Examination, Licensing and Firms (Continued)

11. Board actions to provide Hurricane Katrina relief (Continued)

- Amended the CPE compliance requirements for the twelve-month compliance period ending June 30, 2006, wherein CPA licensees are required to report a minimum 20 CPE credit hours (rather than 40) with eight hours in accounting and/or auditing (A&A) topics. All reported hours may be from unused 2005 carry over hours. Any CPE credit hours earned above this requirement during the 2006 compliance period may be carried over up to a maximum of 60 CPE credit hours. The Board noted that this temporary provision does not relieve CPAs or CPA firms from professional responsibilities or CPE provisions as required by other entities including but not limited to the U.S. Government Accountability Office (GAO), Public Company Accounting Oversight Board (PCAOB), AICPA or professional organizations, Peer Review, etc.
- Waived the \$50 fee for replacement of each CPA certificate of licensure for individuals who either lost or had it destroyed due to Hurricane Katrina.

V. Continuing Professional Education

1. The Board unanimously authorized the following actions on CPE sponsor programs submitted for approval.

	<u>Sponsor/Program Title</u>	<u>Subject Dates</u>	<u>Subject</u>	<u>Hours</u>	<u>Approved</u>
A.	American Society of Women Accountants				
	1. Common Human Resource Mistakes	8/23/05	Other	1	Yes
B.	Association of Government Accountants				
	1. Federal Income Tax 2005 Update	½5/05	Tax	2	Yes
	2. MS State Tax Commission - 2005 State Income Tax Update	½5/05	Tax	1	Yes
	3. An Overview of the State and School	9/21/05	Other	1	Yes
	4. Ethics - How it Impacts an Organization	9/21/05	Ethics - General	2	Yes

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V. Continuing Professional Education (Continued)

1. CPE Sponsor Applications (Continued)

	<u>Sponsor/Program Title</u>	<u>Subject Dates</u>	<u>Subject</u>	<u>Hours</u>	<u>Approved</u>
C.	Dr. Quinton Booker				
	1. Ethics Update (including Mississippi <i>Rules and Regulations</i>)	Various	Ethics - Rules	1	Yes
			Ethics - General	3	
	2. Ethics Update		Ethics - General	3	Yes
D.	Butler, Snow, O'Mara, Stevens & Cannada, PLLC				Yes
	1. 20 th Annual Taxation & Business Seminar	11/10/05 11/17/05	Tax	8	
E.	Larry Butts (Saks Incorporated)				
	1. Excel Data Functions	6/28/05	Other	1	Yes
F.	Capital Review Group				
	1. Cost Segregation: Substantial Tax Savings for Commercial and Investment Property Owners	8/11/05	Tax	2	Yes
G.	Community Foundation of Greater Memphis				
	1. 2005 Allied Professionals Planning Conference	12/1/05	Other	4	Yes
H.	Edward Jones				
	1. Edward Jones CPE Seminar	9/7/05	Ethics - Rules	3	Yes
	MS Accountancy Statutes, Rules(Dr. S. Wells)		Other	5	
	Small Business Retirement Plan Market				
	IRS SBSE Division Update				
	Family Limited Partnerships				
I.	Land Trust for the Miss Coast				
	1. A Practical Guide to Conservation Easements	9/28/05	Other	6	Yes
J.	MSCPA - Central Chapter				
	1. Preventing Confirmation Fraud (Capital Confirmation, Inc.)	8/18/05	Other	1	Yes

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V. Continuing Professional Education (Continued)

I. CPE Sponsor Applications (Continued)

	<u>Sponsor/Program Title</u>	<u>Subject Dates</u>	<u>Subject</u>	<u>Hours</u>	<u>Approved</u>
K.	Mississippi State Tax Commission				
	1. Auditing with Access	Various	Other	8	Yes
	2. 2005 Legislative Update	7/19, 22, 25, 29/2005 8/8, 9, 11, 12/2005	Tax	2	Yes
L.	Mississippi State University				
	1. Timber Wealth Management, Accounting and Taxation Conference	10/26/05 (To be rescheduled.)	Other	8	Yes
	2. Tax Update Seminar	11/10-11/05 11/21-22/05 12/5-6/05 12/12-13/05 1/5-6/05	Ethics- General Tax	1 15	Yes
M.	North MS Planned Giving Council c/o Create Foundation				
	1. Basic Estate Planning	8/4/05	Other	2	Yes
N.	Smith, Turner & Reeves CPAs				
	1. Ethics Update (Dr. Quinton Booker)	8/30/05 (To be rescheduled.)	Ethics - General	2	Yes
O.	University of Mississippi				
	1. Mississippi Accountancy Law, Rules and Regulations	10/27/05	Ethics - Rules	1.5	Yes
P.	Watkins, Ward and Stafford PLLC				
	1. 2005 Governmental A&A Update	7/21/05	A&A Ethics - General	13 3	Yes
Q.	Horne LLP				
	1. Business Continuity - Lessons Learned from Hurricane Katrina	9/21/05	Other	2	Yes
R.	Mississippi Association of Public Accountants				
	1. Gear Up 1040 Seminar	11/30 - 12/1/05	Tax	16	Yes

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V. Continuing Professional Education (Continued)

1. CPE Sponsor Applications (Continued)

	<u>Sponsor/Program Title</u>	<u>Subject Dates</u>	<u>Subject</u>	<u>Hours</u>	<u>Approved</u>
S.	Mississippi Society of CPAs				
	1. Casualty Losses and Involuntary Conversions- Hurricane Recovery	10/3/05 10/4/05	Tax	4	Yes
	2. Accounting Educators' Symposium: Emerging Issues in Accounting Education	11/4/05	Ethics- General Other	3 5	Yes
T.	Office of the State Auditor				
	1. Introduction to Access XP	9/19/05 9/26/05	Other	8	Yes

2. The Board members present unanimously authorized the following actions on CPE requests from individuals.

	<u>Sponsor/Program Title</u>	<u>Subject Dates</u>	<u>Subject</u>	<u>Hours</u>	<u>Approved</u>
A.	<i>Journal of International Taxation</i>				
	1. A Guide to Captive Insurance Companies Part 1	Published articles	Tax	8	Yes
	2. A Guide to Captive Insurance Companies Part 3		Tax	8	Yes
	<i>The Exempt Organization Tax Review</i>				
	1. The Beginning of a New Era in Tax-Exempt Healthcare Corporate Business Taxation Monthly	Published article	Other	8	Yes
	1. Taxation of Tax-Exempt Hospitals	Published article	Tax	8	Yes
	<i>Taxation of Exempts</i>				
	1. Gainsharing Arrangements - Consistent concept for Healthcare providers <i>Requested by William Elliot</i>	Published article	Other	8	Yes
B.	Insurance Institute of America				
	1. Insurance 23 - Commercial Insurance <i>Requested by Emily Ferguson</i>	Independent study	A&A Other	3 36	No

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V. Continuing Professional Education (Continued)

2. Individual CPE requests (Continued)

	<u>Sponsor/Program Title</u>	<u>Subject Dates</u>	<u>Subject</u>	<u>Hours</u>	<u>Approved</u>
C.	Financial Management Network/ SmartPros Ltd. 1. The Challenges of Ethical Leadership <i>Requested by Jennifer Graven</i>	Self-study	Ethics - General	2	Yes
D.	Louisiana Hospital Association 1. 2004 Annual Meeting & Summer Conference <i>Requested by Thomas Harvey</i>	8/9/04	Other	5.5	Yes
E.	<i>Journal of the American Taxation Association</i> 1. An Examination of the Role of Ethics in Tax Compliance Decisions University of Texas (Fall 2004) Tax Research Methodology Course 1. Duties in Tax Practice 2. Proof in Tax Cases / Taxpayer Penalties <i>Requested by B. Charlene Henderson</i>	Published article - co-author Instructor	Ethics - General Other Ethics - General Other	10 30 6 52	Yes Yes
F.	Positive Systems, Inc. 1. Ethics and Professional Conduct for Oklahoma CPAs 2. Ethics and the Tax Professional <i>Requested by James H. Howell</i>	Self-study Self-study	Ethics - General Ethics - General	2 2	Yes Yes
G.	Financial Management Network/ SmartPros Ltd. 1. Creating a Climate of Compliance 2. The Challenges of Ethical Leadership <i>Requested by Leslie C. Howell</i>	Self-study Self-study	Ethics - General Ethics - General	2 2	Yes Yes
H.	Weyerhaeuser Company & RWD Enterprises 1. SAP Software Training various <i>Requested by Gary Johnson</i>	Online	A&A	38	Yes for 2005

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V. Continuing Professional Education (Continued)

2. Individual CPE requests (Continued)

	<u>Sponsor/Program Title</u>	<u>Subject Dates</u>	<u>Subject</u>	<u>Hours</u>	<u>Approved</u>
I.	Oil and Gas Accounting School 1. Angola Block 15 Case Study <i>Requested by L. W. Kea, Jr.</i>	Published Case Study	Other	20	Yes
J.	<i>Mississippi Society Newsletter</i> 1. Contribution of Closely Held Stock May Not Be Allowed at Fair Market Value <i>Requested by Darron Kendrick</i>	Published article	Other	6	Yes
K.	<i>Bender's 2005 Payroll Tax Guide</i> 1. Chapter 5, 6, 9 <i>Requested by Bob G. Kilpatrick</i>	Publication-co-author	Tax	18	Yes
L.	<i>The CPA Journal</i> 1. Detecting Occupational Fraud: Billing Schemes <i>Requested by Mark W. Lehman</i>	Published article - coauthor	Other	8	Yes
M.	Southwest Decision Sciences Institute Annual Meeting 1. A Simple Way to Make Passwords More Effective ASBBS Annual Meeting 1. Strengthening Corporate Governance by Empowering the Audit Committee Information Resource Management Association Annual Meeting 1. Sending Messages via Port Knocking 2. Impact of Technology on the Legal System: An Initial Study of a Law Firm <i>Requested by Stan Lewis</i>	Published articles - coauthor " " "	Other Other Other	10 10 10	Yes Yes Yes
N.	Wildlife Mississippi 1. Conservation Easement Workshop <i>Requested by T. E. Lott, Jr.</i>	TBD	Tax	6	Yes

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V. Continuing Professional Education (Continued)

2. Individual CPE requests (Continued)

	<u>Sponsor/Program Title</u>	<u>Subject Dates</u>	<u>Subject</u>	<u>Hours</u>	<u>Approved</u>
O.	CPEASY 1. General Ethics and Q&A on Interpretation No. 101- 3 <i>Requested by Burwell B. McClendon</i>	Online	Ethics - General	1	Yes
P.	<i>Journal of Accounting and Finance Research - American Academy of Accounting and Finance</i> 1. Management Styles and Morale in Higher Education: Focus on Faculty Ranking and Curriculum Issues 2. The Importance of Relevant Practical experience among Accounting Faculty: An Empirical Analysis of Students' Perceptions 3. The Impact of Enron on Financial Statement Reliability Perceptions <i>Requested by Patricia Mounce</i>	Published articles - coauthor " "	Other Other Other	10 10 10	Yes Yes Yes
Q.	Tennessee Society of CPAs 1. A Matter of Trust: CPA Ethics in a New Era <i>Requested by Marilyn Powers</i>	11/11/05	Ethics - General	8	Yes
R.	Virginia Society of CPAs 1. Ethics - Your License Depends on It <i>Requested by Charles W. Rutledge, Jr.</i>	9/2004	Ethics - General	2	Yes
S.	National Business Institute 1. How to Obtain Good Title in Mississippi Real Estate Transactions <i>Requested by David P. Webb</i>	4/06/05	Other	1	Yes
T.	<i>Journal of Computer Information Systems</i> 1. The Role of Web Site Characteristics in Initial Trust Formation <i>Requested by W. Mark Wilder</i>	Published article - coauthor	Other	10	Yes

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V. Continuing Professional Education (Continued)

2. Individual CPE requests (Continued)

	<u>Sponsor/Program Title</u>	<u>Subject Dates</u>	<u>Subject</u>	<u>Hours</u>	<u>Approved</u>
U.	General Services Administration 1. Semi-Annual Client Meeting <i>Requested by Anita Winton</i>	8/25/05	A&A	5	Yes
V.	<i>Journal of Construction Accounting and Taxation</i> 1. The CPA's Role in the Claim Settlement Process <i>Construction Mississippi, Mississippi Business Journal</i> 1. Employee or independent contractor? Answering a timeless question 2. Compounding the cash crunch: employee theft <i>Requested by Robin Word</i>	Published article Published article Published article	Other Other Other	6 2 2	Yes Yes Yes

3. The Board received the compiled results from its quick poll to other Boards concerning their CPE definitions related to accounting & auditing and ethics in addition to information from NASBA concerning the registry's fields of study lists. After discussions, the Board determined that Member Rick Elam will evaluate and consider the fields of study.

4. The Board reviewed email correspondence from Dr. Quinton Booker and discussed its policy concerning Board members or staff speaking for different groups. The Board unanimously agreed that it is acceptable for members and staff to represent the Board and speak on the statutes, rules and regulations, and directly related issues at non-profit organizations' meetings to provide information for licensees and the public. The Board determined that it is not acceptable to participate in programs presented by for-profit organizations.

V. Continuing Professional Education (Continued)

5. The Board reviewed detailed information from the National Association of State Boards of Accountancy (NASBA) Quality Assurance Services (QAS) program which documents the policies, system and checklists related to self-study programs. In addition, the Board evaluated information submitted by QAS concerning the history, findings, conclusions, and corrective actions of the American Institute of CPAs (AICPA) CPE Direct program. After careful review and evaluation, the Board unanimously agreed to the following:

Effective July 1, 2005, the Board will only accept self-study programs from CPE sponsors that are approved by the QAS program. The Board also determined that the QAS program provides for biannual sampling of these sponsors' self-study programs to determine compliance and ability to be identified as a QAS sponsor. Therefore, the Board determined that acceptance of only QAS sponsors for self-study programs does not waive the regulatory requirements of Chapter 4, in particular Section 4.3.6., which prohibits CPE credit for quizzers or programs requiring *only* the reading of reference guides/materials, professional literature or publications whether or not followed by a test. Therefore, only the reading of guides (such as PPC, RIA, CCH) or independent study for examinations continues to be prohibited.

The Board also unanimously determined that the AICPA CPE Direct program has corrected deficiencies and is now approved by QAS and is therefore accepted by the Board for 2005 compliance period forward. However, the Board determined that ethics CPE programs whether self-study, classroom, or other must still be approved by the Board.

VI. Regulatory Matters

1. The Board heard a report from Investigator Ransom Jones and approved the regulatory activities that have occurred from July 29 to September 30, 2005:

<u>Activity</u>	<u>Number</u>
Cases Opened	None
Cases Closed	None
Cases referred to Members	None
Total Cases Open	11

MSBPA Minutes

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VI. Regulatory Matters (Continued)

1. Investigator Report (Continued)

Board staff have received and reviewed 3,829 of 3,946 CPE reporting forms by September 26, 2005. 117 reporting forms have not been received:

93
6 Hattiesburg - Laurel area,
5 MS gulf coast area,
3 Mobile,
5 Baton Rouge, and
5 New Orleans.
117

Of the forms received, 25 licensees have CPE deficits. Three are from the MS gulf coast area; one is from Perkinston; and one is from Hattiesburg. Eight of the 3,829 forms received were received late.

Of the reviewed/monitored forms, 451 include ethics programs that have not yet been approved by the Board.

After discussions related to Hurricane Katrina state of emergency relief the Board determined to not file complaints at this time related to the 25 deficits and 117 nonreported CPE. As reported on page 9 of these minutes, the Board granted extensions through November 30, 2005, without penalty to comply with the 2005 CPE compliance requirements.

2. The Investigator reviewed the open case log by general description and reported on the investigative activities.
3. The Board reviewed and accepted a September 12, 2005, letter from the Board Oversight Committee requesting to report at the November 18, 2005, Board meeting. The committee requests the delay due to deferral of the MSCPA Peer Review Committee face-to-face meeting until October because of the MSCPA office relocation.
4. The Board heard a general discussion from Executive Director Susan Harris and Attorney Onetta Whitley concerning available public information concerning KPMG including the PCAOB release- Board Issues Statement Regarding Oversight of KPMG; Statement from IRS Commissioner; and emails from NASBA Attorney Noel Allen.

APPROVED:

Chairman

Board Member

Vice Chairman

Board Member

Secretary

Board Member

Board Member