

**NEW JERSEY STATE BOARD OF ACCOUNTANCY  
PUBLIC SESSION MINUTES  
APRIL 18, 2013  
HUDSON ROOM - 6<sup>TH</sup> FLOOR**

**I Call to Order and Roll Call - 9:30 A.M.**

A meeting of the New Jersey State Board of Accountancy was convened in accordance with the provisions of the Open Public Meetings Act. Pursuant to those provisions, the proper notifications were made to the Office of the Secretary of State, the Camden Courier-Post, the Trenton Times, the Asbury Park Press, the Record, and the Star-Ledger. Board President, Keith Balla called the meeting to order at 9:40 a.m. The following roll call was taken:

Keith Balla, CPA	Present
Richard C. Barlotta, PA	Present
Jorge A. Caballero, CPA	Excused
John F. Dailey, Jr., CPA	Present
Sara L. DeSmith, CPA	Present
Daniel J. Geltrude, CPA	Excused
Dennis C. Meyerson, PA	Present
Hal Model, CPA	Present
Ainsley A. Reynolds, CPA	Present
Michael H. Runge, CPA	Present

Also present at the meeting were William Mandeville, Executive Director, Tobey Palan, Deputy Attorney General, Melba Rodriguez, Secretarial Assistant; Marie Lisa, Staff; Khaled Madin, Government Representative; Jaleila Wilson, Staff; Ralph Thomas, Executive Director, NJSCPA and David Plaskow, Editor, NJSCPA Magazine.

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## **II Minutes of the Meeting of March 21, 2013**

On a motion made by Sara DeSmith, seconded by Michael Runge, the Board voted to approve the March 21, 2013 Public Session minutes with corrections. The vote of the Board was unanimous.

## **III President's Remarks**

Board President Balla thanked the Board and staff for the opportunity to serve as President for the last couple of years. It was a very rewarding experience and looks forward to serving in the future.

## **IV Executive Director's Remarks**

Executive Director Mandeville had no report.

## **V New Business**

### **A Julio Hoyos (Unlicensed)**

An anonymous letter was received wherein Mr. Hoyos is holding himself out at a public accountant. A search of the Board files was conducted and it revealed that Mr. Hoyos' application is pending at this time.

This matter was moved to Executive Session for legal advice.

## **VI UNIFORM PENALTY LETTER IN LIEU OF FORMAL COMPLAINT FOR CPE AUDIT - RENEWAL PERIOD 01/01/09 thru 12/31/11**

### **A REQUESTED VOLUNTARY SURRENDER**

#### **1 Brian J. Mc Grady**

On a motion made by John Dailey, seconded by Ainsley Reynolds, the Board voted to approve Mr. Mc Grady's request for voluntary surrender of his license. The vote of the Board was unanimous.

## VII Committee Reports

### A CPA Examination Committee

Harold Model had no report for the Board.

### B Ethics Committee

The Ethics Committee with the input of Jaleila reviewed the Law and Ethics course submitted by Gearty CPE. The course has approximately 400 pages with power point screens. Board President Balla pointed out that Jaleila did a great job reviewing all the information on each slide provided and commenting on areas that were deficient. A letter was mailed to Gearty, CPE informing them of the corrections and changes that must be made before the Board approves this course. Once the corrections have been made, a recommendation will be made.

### C CPE Committee

Sara DeSmith had no report for the Board.

### D RMA Committee

John Dailey spoke to Mr. Cagnassola and will be having a luncheon with Mr. Korecky to discuss the next round of the RMA examination. Mr. Dailey informed the Board that he will provide a report after they have met.

### E Peer Review Oversight Committee

John Dailey had no report for the Board.

### F Education Committee

Ainsley Reynolds had no report for the Board.

Mr. Reynolds informed the Board that he needed clarification on submitting transcripts to sit for the exam. Mr. Reynolds wants to know if transcripts are unrelated courses required to be evaluated, even if the said credits are totally unrelated to the required 150 credits to sit for the CPA exam?

Executive Director Mandeville informed Mr. Reynolds that he would contact the Board's exam administrator with the his question and report back to him.

G     Reciprocity Committee

No report was given.

H     Nominating Committee

Board President Balla reported the following slate of officers recommended by the Nominating Committee for the fiscal year May 1, 2013 to April 30, 2014 is as follows:

President - John Dailey  
Vice President - Daniel Geltrude  
Treasurer - Sara DeSmith  
Secretary - Jorge Caballero

There were no other nominations from the floor.

A unanimous cast ballot vote for the slate of officers for fiscal year May 1, 2013 to April 30, 2014.

I     Statute/Rules/Regulations Committee

John Dailey reported to the Board that the Committee had a meeting at the end of the March Board meeting with Ralph Thomas, Executive Director, NJSCPA. Had discussed the regulations that are approved and waiting for publishing in the NJ Register. The area discussed, was the educational credit requirement. The Board made a modification in the education credits section that created some confusion. A meeting with Regulatory Analyst Glasgow has been scheduled for May 14, 2013. Mr. Dailey informed the Board that on that day he is scheduled to attend jury duty and would not be able to attend the meeting. Mr. Dailey requested that any Committee member present on day, obtain the information from Regulatory Analyst Glasgow and if changes need to be made, they will be addressed.

Mr. Dailey informed the Board that he sent everyone a copy of the exposure draft regarding the Code of Conduct that NASBA is very actively working on. The exposure date expires on August 15<sup>th</sup>. NASBA is hoping that this will be completed and effective by 2015. NASBA has made some significant changes.

J     Monitoring Profession Committee

John Dailey reported to the Board that Jaleila has started working on the 2011 triennial period. Letters will be mailed out to 1070 licensees who did not take the Law and Ethics class, requesting copies of certificates be submitted to the Board office.

On a motion made by John Dailey, seconded by Sara DeSmith, the Board voted to send out letters to the 1070 licensees, requesting that they submit to the Board their Law and Ethics certificates for triennial period ended 12/31/2011. The vote of the Board was unanimous.

## **VIII Public Comments**

Ralph Albert Thomas, CEO and Executive Director of the New Jersey Society of CPAs, provided the following update regarding the Society's key dates and activities and initiatives:

### **Important Society Dates**

- April 25, 2013- Society's 53<sup>rd</sup> Annual Scholarship Awards Ceremony, Renaissance Woodbridge Hotel, Iselin, NJ.
- May 15<sup>th</sup>-16<sup>th</sup>, 2013- Society's Annual Accounting, Business & Technology Show will be held at the Meadowlands Exposition Center in Secaucus, NJ.
- May 28<sup>th</sup>, 2013- Society will be a co-sponsor of CIANJ's Annual Legislative One-on-One Dinner at Nanina's in the Park in Belleville, NJ
- May 30<sup>th</sup> & 31<sup>st</sup>- NJSCPA Scholars Institute Program at Montclair State University, Montclair, NJ
- June 12-14, 2013, Annual NJSCPA Convention and Expo at Bally's in Atlantic City, NJ

Mr. Thomas updated Board members and staff on the following items:

- The 53<sup>rd</sup> NJSCPA Annual Scholarship Ceremony will be held April 25 at the Renaissance Woodbridge Hotel in Iselin, NJ, and Board members were encouraged to attend the event.
- Now that the reciprocity bill has passed the Assembly by unanimous vote, the Society is hopeful that the companion bill will be introduced in and passed by the Senate before the current legislative session ends. The Society will continue to lobby Senate leadership to move this bill forward.
- In May, Society leadership will attend the AICPA Spring Council meeting in Washington, DC, where members of Council will conduct visits to Capitol Hill to meet with their respective Congressional delegations. Tax

Due Dates and Mobile Workforce are among the topics that will be discussed. These two pieces of legislation have a good chance of moving forward in this Congressional session.

On a motion made by John Dailey, seconded by Harold Model, the Board voted to adjourn the Public Session Board meeting at 10:15 A.M. to reconvene in Executive Session to discuss the results of the Investigative Inquiry, two matters of Old Business, two Requests for Reinstatement, the PCAOB reports and five Consumer Complaints. The vote of the Board was unanimous.

Respectfully submitted,

William Mandeville  
Executive Director