

**NEW JERSEY STATE BOARD OF ACCOUNTANCY
PUBLIC SESSION MINUTES
MAY 17, 2012
HUDSON ROOM - 6TH FLOOR**

I Call to Order and Roll Call - 9:50 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 9:50 a.m. The following roll call was taken:

Keith Balla, CPA	Present
Jorge A. Caballero	Present
John F. Dailey, Jr., CPA	Excused
Sara L. DeSmith	Present
Daniel J. Geltrude, CPA	Present
Albertus Jenkins, Public Member	Present
Hal Model	Present
Ainsley A. Reynolds	Present
Michael H. Runge	Present

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

Board President Balla welcomed the new Board members and asked them to introduced themselves to the rest of the Board.

Jorge Caballero informed the Board that for the last seven years he served as as the Office Tax Managing Partner for the New Jersey practice and is currently the Deputy Regional Tax Managing Partner for the Northeast for Deloitte. Mr. Caballero has been practicing for 25 years.

Ainsley Reynolds informed the Board that he is the Director of Accounting for the State of New Jersey, Division of Investments. Mr. Reynolds previously worked for the Hilton Hotel Corporation and Deutsche Bank.

Hal Model informed the Board that he currently has a small tax business. Mr. Model informed the Board that he worked for a firm in Englewood for 20 years.

Michael Runge informed the Board informed the Board that he has been practicing accountancy for 13 years and is based out of Freehold, NJ.

Sara DeSmith informed the Board that she works at PricewaterhouseCoopers. Ms. DeSmith specializes in International Financial Reporting Standards and US GAAP.

At this time, DAG Palan provided the new Board members with the Oath of Office and they all signed it and were sworn into the Board.

II Minutes of the Meeting of April 19, 2012

On a motion made by Daniel Geltrude, seconded by Albertus Jenkins, the Board voted to approve the April 19, 2012 Public Session minutes as presented. The vote of the Board was unanimous.

III President's Remarks

Board President Balla thanked everyone for the opportunity of being on the Board. He also thanked the previous Board members for their service to the Board and State. Robert Cagnassola served on the Board for 25 years, Donald Jump served on the Board for eight years, Paul Lerch served on the Board for three years and Steven Weinstein served on the Board for three years.

Board President Balla welcomed all the new Board members for joining the Board of Accountancy.

IV Executive Director's Remarks

Executive Director Mandeville welcomed the new Board members and wished them the best of luck.

V Uniform Penalty Letter in Lieu of Formal Complaint for CPE Audit

A Requested Board to Consider Explanation

1 Mary Intrieri

On a motion made by Daniel Geltrude, seconded by Albertus Jenkins, the Board voted to inform Ms. Intrieri to provide the Board with a letter from her employer regarding the CPE credits that she did obtain during her employment in light of the certificates. Ms. Intrieri is also to be informed that she may contact the providers of the other credits she obtained to obtain certificates. The vote of the Board was unanimous.

B Paid Penalty and Will Make Up Credits

1 Scott A. Miller- \$2,500 - Paid

On a motion made by Albertus Jenkins, seconded by Daniel Geltrude, the Board voted to approve Mr. Miller's paid penalty and request to make up the credits. The vote of the Board was unanimous.

VI Request for Reciprocity

A Harvey R. Glick

This matter was previously reviewed at the September 15, 2011 Board meeting and the Board voted to deny Mr. Glick's request for reciprocity at that time due to his suspension in the State of New York.

Mr. Glick is now informing the Board that his suspension ended on April 17, 2012.

On a motion made by Daniel Geltrude, seconded by Albertus Jenkins, the Board voted to approve Mr. Glick's request for reciprocity. The vote of the Board was six voting in favor with Michael Runge and Ainsley Reynolds opposing.

VII New Business

A Donald Jump, CPA

The letter received from Mr. Jump was accepted as informational.

B Mauricio Canto, CPA

Correspondence was received from Mauricio Canto wherein he requests that the Board consider amend N.J.A.C. 13:29-2.2(a) to change the RMA examination to June of each year.

The Board thanked Mr. Canto for his correspondence and wished to inform him that his letter will be taken into consideration. This matter to be forwarded to the RMA Committee to evaluate any proposed changes to move the RMA examination to a different date.

C Francis Wan

Correspondence was received from Ms. Wan wherein she informs the Board that she was not able to complete the CPE requirements for triennial period ended December 31, 2011, due to her assignment overseas in China.

On a motion made by Keith Balla, seconded by Albertus Jenkins, the Board voted to allow Ms. Wan to place her license in inactive status. The vote of the Board was unanimous.

VIII Committee Reports

A CPA Examination Committee

No report was given.

B Ethics Committee

Daniel Geltrude informed the Board that there are no applications currently pending. Mr. Geltrude also informed the Board that seven sponsors were

approved for NJ Law & Ethics course. CPE Inc. is inquiring about offering a webcast.

C CPE Committee

Daniel Geltrude had no report for the Board but did provide information on how the Ethics Committee works.

D RMA Committee

No report was given.

E Peer Review Oversight Committee

No report was given.

F Education Committee

Albertus Jenkins had no report for the Board but did provide information on how the Education Committee works. Mr. Jenkins informed the new Board members that the Education Committee oversees the colleges education and requirements.

G Reciprocity Committee

No report was given but Board President Balla informed the Board that the Reciprocity Committee follows changes regarding the different States in reference to licensure and how it affects the New Jersey Board.

H Nominating Committee

Albertus Jenkins reported the following slate of officers recommended by the Nominating Committee for the fiscal year May 1, 2012 to April 30, 2013 is as follows:

President - Keith Balla
Vice President - John Dailey
Treasurer - Albertus Jenkins
Secretary - Daniel Geltrude

There were no other nominations from the floor.

On a motion made by Albertus Jenkins, seconded by Daniel Geltrude, the Board voted approve the slate of officers for fiscal year May 1, 2012 to April 30, 2013. The vote of the Board was unanimous.

I Statute/Rules/Regulations Committee

No report was provided but Board President Balla informed the Board that the Statute/Rules/Regulations Committee reviews the statutes and regulations every couple of years when it Sunsets.

J Planning Committee

Albertus Jenkins had no report for the Board but did inform the Board that the Planning Committee was in charge of the issuance of certificates to new licensees during a certificate ceremony. The certificate ceremonies have been discontinued. The certificates are now mailed to the licensees.

K Monitoring Profession Committee

Board President Balla informed the Board that the Monitoring Profession Committee oversees the audit process.

Board President Balla informed the Board that 130 licensee were mailed audit letters requesting information regarding the CPE credits completed. 94 licensee responded that the CPE was completed. 53 were deficient of having completed the CPE.

New licenses are required to complete the NJ Law & Ethics but not required to take the other CPE credits for their first licensing period.

The following licensees requested inactive-paid status:

Maria E. D'Alessandro
John F. Glowacki
David M. Murphy
Terrence T. Standrast
Francis Ho-Kee Wan

On a motion made by Keith Balla, seconded by Daniel Geltrude, the Board voted to approve the requests for inactive-paid status. The vote of the Board was unanimous.

Licensees from the prior audit informed the Board office that they had complied with all the credits for the 2008 period.

IX Public Comments

Jeff Kaszerman, NJSCPA reported on important Society dates:

- May 16th-17th- NJSCPA Accounting, Business and Technology Show at the Meadowlands Exposition Center, Secaucus, NJ
- May 16th-18th- AICPA 125th Anniversary Celebration at AICPA Spring Council Meeting, Washington, DC
- May 29th- CIANJ Annual Legislative One-on-One Dinner for which the Society is a sponsor
- May 31-June 1- NJSCPA Scholars Institute at Cook College, Rutgers University, New Brunswick, NJ
- June 6-8, 2012 - NJSCPA Convention and Expo at the Taj Mahal, Atlantic City, NJ
- November 7th-11th- NJSCPA Professional Development Conference Captiva, FL
- December 7th- NJSCPA Board Meeting and Holiday Luncheon at the NJSCPA headquarters in Roseland, NJ 9:00-12:30. Holiday luncheon immediately following the end of the Board meeting.

Jeff Kaszerman, on behalf of Society Executive Director Ralph Albert Thomas, expressed Ralph's regrets for not attending the May Board meeting due to his attendance at the AICPA's 125th Anniversary and Spring Council meeting in Washington, DC. On Ralph's behalf, Jeff extended a welcome, congratulations and best wishes to the newly appointed members of the State Board of Accountancy. Jeff also extended, on behalf of the Society, thank yous and best wishes to Messrs. Cagnassola, Jump, Lerch and Weinstein for their dedication and service to the Board.

Society Activities and Engagements on the Legislative and Regulatory Front

Society volunteer leaders, along with Executive Director, Associate Executive Director and Director of Government Relations, conducted meetings on Capitol Hill with six members and/or their staffs from New Jersey's Congressional delegation. During these meetings, the Society presented thought leadership points and resources to educate citizens and members/staff of the NJ Congressional delegation on how to interpret and understand financials of the US Government. Additionally, AICPA staff developed a tax calculator to assist citizens in understanding their total tax burden. The

Society continues to monitor the following legislative and regulatory activities in Trenton and Washington, DC:

- New Jersey State Budget
- Workforce H.R. 1864, which passed the House in Washington. This legislation would eliminate the need for employees to file non-resident tax returns when they cross borders and work 30 days or less in another state. Additionally, the legislation would eliminate the need for employers to withhold taxes for employees who work 30 days or less in another state. Athletes and entertainers would be excluded from this legislation.
- Proposed amendments to existing bills and new legislation regarding Dodd-Frank, Tax Preparer Registration, Tax Return Due Dates, Whistleblower, Sarbanes Oxley, Uncertain Tax Positions are just a few of the items the AICPA and the State Society are monitoring.

Additional Comments/Questions

Jeff informed the Board that the Society was recently recognized by *Non Profit Times* as one of the top 50 Non Profits to work for. As a matter of fact, the NJSCPA was ranked 7th out of the top 50.

On a motion made by Daniel Geltrude, seconded by Albertus Jenkins, the Board voted to adjourn the Public Session meeting at 11:25 A.M. to reconvene in Executive Session to discuss the results of the Investigative Inquiry conducted, one matter of Old Business, one matter of New Business, one Request for Extension to Comply with CPE, seven PCAOB matters and four Consumer Complaints. The vote of the Board was unanimous.

Respectfully submitted,

William Mandeville
Executive Director