

# Accountancy **News**

August 2003

## NASBA Visits Oregon

The National Association of State Boards of Accountancy (NASBA) held its Regional Meeting June 11-13, 2003 in Portland, Oregon. The regional meeting is attended by delegates from Alaska, Arizona, Arkansas, California, Colorado, Guam, Idaho, Iowa, Kansas, Louisiana, Minnesota, Missouri, Montana, Nebraska, Nevada, New Mexico, North Dakota, Ohio, Oklahoma, Rhode Island, South Dakota, Texas, Utah, Washington and Wyoming.

The Regional meetings are an opportunity for state boards to identify professional issues and work together to develop uniform policies. Attendees discussed many topics but the greatest interest was directed toward the Computerized CPA Exam, the effect of the Sarbanes-Oxley Act on state regulations and strategies to develop a working relationship between state boards of accountancy and the PCAOB.

The OSCPA provided a variety of beverages for guests at the Welcoming Reception and Representative Tom Butler honored the Oregon Board of Accountancy by taking time from his legislative schedule to extend a warm welcome from Oregon to participants of the conference. Representative Butler was wearing his legislative "I've Gotta Beef" baseball cap, and explained that his wife complains because he wears the hat all the time – even in the shower. Representative Butler stressed the critical role that the professional standards of independence, integrity and objectivity have in today's business world, and commended the profession and state boards for their collaborative efforts to assure that public accounting standards are maintained.

## **2003 Renewal Cycle**

The 2003-05 renewal cycle is coming to a close. The Board mailed 3,581 renewals of which 3,140 have been updated and current permit mailed. Licensees who do not renew their license by September 1, 2003 will lapse. A person who practices public accounting or holds out as a CPA or PA while in lapsed status is in violation of the Board statutes and rules.

## ***How to Report CPE:***

### Accurate CPE Renewal Reporting:

Report a minimum of 80 hours of CPE.

A maximum of 20 carryover hours may be used toward the 80 hours

Report a minimum of 24 hours in each reporting period.

Use the CPE Reporting Format

If additional reporting lines are needed, copy the CPE report page or develop a CPE spreadsheet using the same format.

If 80 hours of CPE are reported on the renewal application and the licensee also responds "yes" that he/she has completed the required number of CPE hours, a CPE permit will be issued. A permit will not be issued if the required number of CPE hours are not reported.

CPE reports are reviewed for other CPE requirements after the permit is issued. Licensees with CPE deficiencies will receive notice of the deficiency and will have a period of time to correct the deficiency.

### Deficient CPE Renewal Policy:

- Deficiencies in CPE requirements must be completed and a report submitted to the Board office by October 1.
- If the report describing completion of the deficient CPE hours is not received in the Board office by October 1, the renewal application is incomplete.
- A permit that is not renewed within 60 days after the close of the permit period for which it was issued or renewed shall lapse (ORS 673.150(5)).
- Licensees who provide public accounting services with a lapsed permit may be subject to a civil penalty or other disciplinary action.

## Examination:

The Uniform CPA Examination was held on May 7-8, 2003 at the State Fairgrounds in Salem. Exam results will be sent to candidates August 4, 2003.

There were 349 Oregon candidates who sat for the exam. Thirteen candidates (3%) passed all four sections the first time sitting; 87 (25%) passed the exam, and 249 (71%) failed or conditioned.

The next examination will be held on November 5-6. That exam will be the last paper and pencil exam. Beginning 2004 the examination will be computerized. For information about the computerized exam, please visit [www.cpa-exam.org](http://www.cpa-exam.org) or [www.boa.state.or.us](http://www.boa.state.or.us)

## DISCIPLINARY ACTIONS

This is a brief description of action taken by the Board for violations of ORS Chapter 673 and OAR Chapter 801. This report is condensed and may not include all the facts set forth in the Board order. Readers should contact the Board for further information.

Harry Nels Kylo, CPA, #1513 June 11, 2003, consent order revoking license effective September 30, 2003 and assessing a civil penalty of \$25,000 for conduct that evidences a lack of ability or fitness to discharge any duty owed to a client or general public, for dishonesty, fraud or gross negligence in the practice of public accountancy; for professional misconduct; failure to provide client records and working papers and for failure to respond to Board communications.

David W. Kiser, CPA #7568 April 30, 2003, final order assessing civil penalty of \$1,000 for falsely representing to the public that he held an active permit to practice public accountancy.

Robert J. Hogg, Non-Licensee April 8, 2003, final order assessing civil penalty of \$250 for falsely representing to the public that he is licensed as a certified public accountant and/or a public accountant for the practice of public accountancy in Oregon.

Jerome K. Caplan, #1022 July 30, 2003, final order assessing civil penalty of \$270,000 for falsely representing to the public that he is licensed as a certified public accountant and/or a public accountant for the practice of public accountancy in Oregon.

James K. Rosencrans, #5849 July 28, 2003, consent order censuring licensee for continuing to provide public accounting services after failing to renew certificate and permit.

Robert Shatzen, #4037 June 11, 2003, final order revoking CPA certificate and permit and assessing civil penalty of \$52,000 based on conduct that reflects adversely on the licensee's fitness to practice public accountancy; for use of the designation "Certified Public Accountant" and "CPA" while such license was lapsed and for failure to respond to Board communications.

Flaviano D. Reyes, #2869 July 17, 2003, final order assessing civil penalty and continuing education for failure to comply with competency and technical standards.

The Oregon Board of Accountancy assessed a \$100 civil penalty against the following licensees for failure to submit a change of address within 30 days:

Michael C. Amspacher #8019  
Wayne Y. Arita #2127  
Michael P. Benusa #5959  
Alan S. Bloch #9445  
Timothy L. Brackney #8405  
Olga V. Bugrova #9003  
John C. Calhoun #353  
Craig M. Coggins #9385  
Frederick J. Devlin #6225

Kerrilou A. Fanger #10117  
Gregory W. Hawley #6165  
Thomas J. Hice #3267  
Stuart D. Katter #5803  
Bret D. Kenfield #8771  
Edward A. Kojane #8427  
Dawna May Leonard #8871  
Andrea Paige McCardle #9259  
Robert L. Ogle Jr. #6711

Theodore R. Princehorn #7923  
Duane Clayton Roemmich #6465  
Howard Rubinoff #8655  
Philip V. Sandstrom #4585  
Carol Marie Schroeder #7255  
Carlos E. Soler, #9057  
Paul A. Stamnes #7523  
Marta Jean Sundberg #5023  
William C. Tremblay #6397  
Diana Lyn Wiseman #7633

**2003 Board Meeting Schedule**

**August 18 – Salem  
October 19-20 – Bend  
December 15 - Salem**

**Board Members:**

**Alan Steiger, CPA, Chair**  
adec  
2601 Crestview Dr.  
Newberg, Oregon 97132-0111

**Stuart Morris, PA, Vice-Chair**  
5922 NE Sandy Blvd.  
Portland, Oregon 97213

**James Gaffney, CPA, Sec-Treasurer**  
Moss Adams, LLP  
222 SW Columbia St. #400  
Portland, Oregon 97201

**Nikki Weiner, Public Member**  
Farmers Insurance  
2651 Commercial St SE  
Salem Oregon 97302

**Lynn Klimowicz, CPA**  
Evans Slight Klimowicz & Galbick PC  
PO Box 1819  
Roseburg OR 97470

**Jens Andersen, CPA**  
Jones & Roth PC  
432 West 11<sup>th</sup>  
Eugene, Oregon 97401

**Kent Bailey, CPA**  
Guyer Lindley Bailey & Martin CPAS PC  
2790 Main Street  
Baker City Oregon 97814

**Website:**

The Board updates the website on a regular basis to keep licensees advised of Board activities. For information on topics such as the computer-based CPA Exam, proposed rules, calendar of events, Independence Task Force reports, please visit the tab marked "Keeping Current" at [www.boa.state.or.us](http://www.boa.state.or.us)

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