



# Accountancy News

Oregon Board of Accountancy 3218 Pringle Rd SE #110 Salem OR 97302

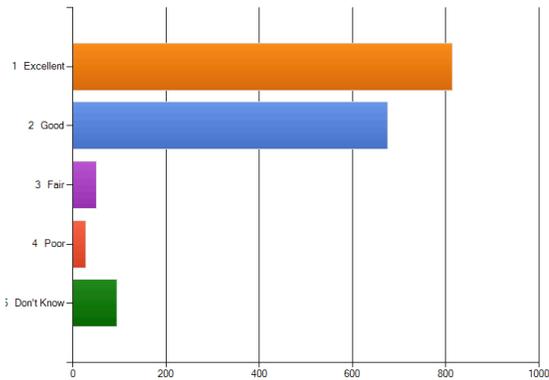
December 2009

## 2009 Licensee Survey Results

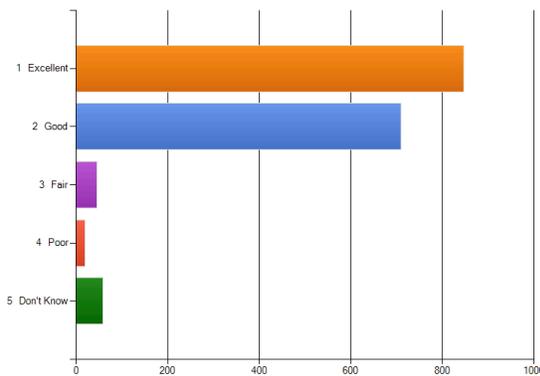
The Board sent an electronic survey to 3,654 licensees who renewed their license during the 2009 renewal cycle. Thank you to 1,651 licensees who responded to the survey. We appreciate every response and your suggestions. All Board of Accountancy performance measures may be viewed on the Board website:

[http://oregon.gov/BOA/about\\_us.shtml](http://oregon.gov/BOA/about_us.shtml)

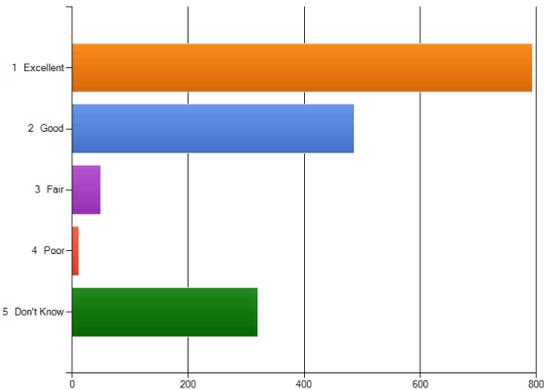
How do you rate the ability of the Board of Accountancy to provide services correctly the first time?



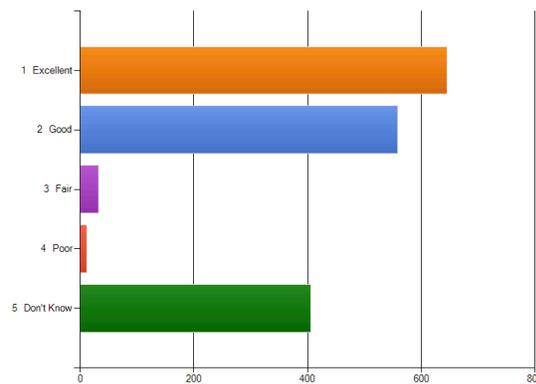
How do you rate the timeliness of the services provided by the Oregon Board of Accountancy?



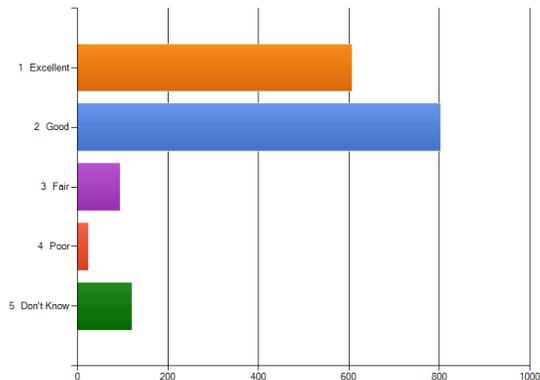
How do you rate the helpfulness of Board of Accountancy employees?



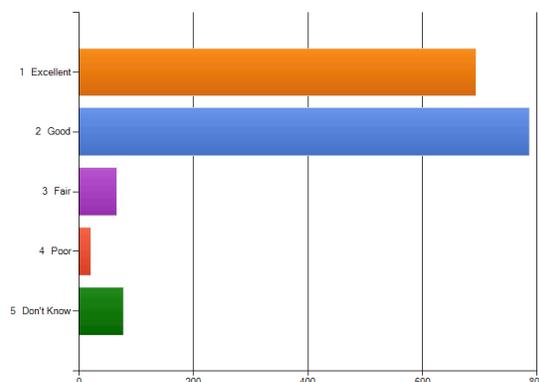
How do you rate the knowledge and expertise of Board of Accountancy employees?



How do you rate the availability of information at the Board of Accountancy?



How do you rate the overall quality of services provided by the Board of Accountancy?



## Administrative Rule Changes

The Board has adopted revisions to Oregon Administrative Rules Chapter 801, Divisions 001, 005, 010, 020, 030, 040 and 050.

Most of the revisions were required due to the passage of mobility legislation by the 2009 Oregon Legislature. The rule changes go into effect on January 1, 2010. An administrative rule making hearing was held December 1, 2009 at 10:00 a.m. at the office of the Board of Accountancy. No comments were submitted.

To review the revised administrative rules, please visit the Board website: <http://oregon.gov/BOA/>

## What's New

Oregon is participating in the American Institute of CPAs (AICPA) Peer Review **Facilitated State Board Access** (FSBA).

FSBA was created by the AICPA to help the profession keep up with the evolving changes in the business and regulatory environments and to address the demand for greater peer review transparency.

The Oregon Society of CPAs will post applicable peer review information related to a firm's most recent peer review to a secure AICPA web site unless the firm requests that its peer review information be excluded and opts out of the program.

After 30 days, if the firm does not opt out, the firm's peer review results will be available to authorized BOA representatives on the secure AICPA web site.

### 2009 AICPA Standards for Performing and Reporting on Peer Reviews

Revised AICPA Peer Review Standards, which became effective January 1, 2009 provide flowcharts which serve as an evaluation ladder for reviewers in reaching the conclusion of what grade to assign and what to report. The ladder includes the following items to identify and assign relative weight to instances of possible non-compliance with professional standards noted in the course of a peer review:

- *Matters* - some matters are elevated to *Findings*, others are simply noted in the practice aid communications to the firm.
- *Findings* - some are elevated to *Deficiencies* or *Significant Deficiencies*, others are noted in the practice aid communications to the firm. *Deficiencies* are communicated in the body of a *Pass with Deficiencies* peer review report. *Significant Deficiencies*, unless very isolated, will generally result in a grade of "Fail".

**Practice Aid** – Documentation of Matters and/or Findings written by the peer reviewer that is provided to firms but not considered part of the peer review report itself. These documents are considered Matters for Further Consideration (MFCs) or Findings for Further Consideration (FFC's). Firms must acknowledge the information contained in the Practice Aid and the noted Findings may result in remedial action required of the firm.

#### Old vs. New Peer Review Reports (effective 1/1/09)

Old Standards	New Standards
<b>Unmodified</b> – No LOC (Matter – MFC)	<b>Pass</b> (Matter – MFC) (Findings – FFC)
<b>Unmodified</b> – with LOC (Finding – in LOC)	<b>Pass with Deficiencies</b> (Deficiency – in Report)
<b>Modified</b> – LOC (Deficiency – in Report) (Finding – in LOC)	
<b>Adverse</b> (Deficiency – in Report)	<b>Fail</b> (Significant Deficiency – in Report)

The 2009 Peer Review Standards include two types of reviews: System and Engagement. The Standards will have three types of reports: pass, pass with deficiencies and fail. The letter of comments will be included in the peer review report. The Oregon Administrative Rule Division 50, "Peer Review and Peer Review Oversight" has been revised. Please review the revised rules after January 1, 2010 at [www.oregon.gov/BOA](http://www.oregon.gov/BOA)

## Inactive Status

Licensees are sometimes unclear about the difference between “lapsed” and “inactive” license status. A CPA or PA permit may lapse if the licensee fails to renew, or submits a renewal that is deficient. This may occur by accident, or it may also be a deliberate choice made by the licensee. A licensee who no longer plans to perform public accounting services and does not intend to use any form of the “CPA” or “PA” designation may choose to allow the permit to lapse.

The holder of a lapsed license is not required to provide the Board with updated address information and the Board does not forward license renewal forms or other information to lapsed licensees. There are no fees or CPE requirements attached to a lapsed license. However, the holder of a lapsed license may not perform public accounting services, use the “CPA” or “PA” designation in any manner or display a CPA certificate or PA license.

A licensee who does not intend to perform public accounting services, but wishes to maintain a licensed status with the Board, may elect to renew as “inactive”. This licensee will continue to receive renewal applications and other information from the Board. Inactive licensees pay a renewal fee for inactive status, but are not required to report CPE. An inactive licensee may not perform public accounting services, but may use the CPA or PA designation, so long as it is followed by the term “inactive” or “retired”.

Both inactive and lapsed licensees are subject to civil penalties or other disciplinary action if they perform public accounting services or hold out as an active licensee while inactive or lapsed. Both may be reinstated to active status, although the requirements are somewhat different for each.

The Board is considering a new designation for “retired” licensees. This revision to the administrative rules, if enacted, will be effective in January 2011.

If you are considering a change in your career or retirement, you may want to review the rules on the website: inactive status (ORS 673.220); reinstatement requirements (OAR 801-040-0090). Additional questions should be directed to Heather Shepherd: [heather.shepherd@state.or.us](mailto:heather.shepherd@state.or.us) or 503-378-2262.

Approximately 1600 Oregon licensees are inactive status. The following licensees changed from active to inactive with the 2009 renewal:

W Brandon Aman	Mark Edward Flanagan	Wanda Lee Latshaw	Janine R. Salisbury
Marne A. Anderson	Sherri A. Flora	Dale P. Letendre	David J. Schiering
Russell J. Anderson	Daniel Fox	Xiaodi Liang	Rick A. Schmeck
Susan M. Anderson	Lynne A. Fox	Rodney D. Lind	Nichole Adele Schott
Ted E. Anderson	Joan M. Frye	Bere Wayne Lindley	James T. Searcy
Lincoln Travis Bach	Rodney L. Gage	Walter T. Lybeck	Elizabeth Lenice Shaw
Linda S. Bade	John J. Gardner	Mary Josephine Mahoney	Ronald B. Sherman Jr
Rosibel M. Barrantes	David Glen Gephart	Robert J. Massar	Craig Alan Smith
Donald L. Beckers	Patricia M. Gianelli	Patricia E. May	Nathan Smith
William K. Blackburn	Emily Renae Gibson	Rory Burton McClellan	Nola A. Smith
Stephanie N. Bowen	Debra R. Gilchrist	Linda J. McCullough	David G. Sparks
Robert J. Brannigan	Frank X. Gloeggler	John Charles McIntyre	Cynthia Jo Reiner Spencer
Brian Michael Brookes	Vicki J. Golden-Roberts	Stephen J. Meyer	Raymond Lee Stewart
Angela Marie Bucio	Allan Martin Goldfinger	Deborah E. Michaels	Peter M. Suriano
John W. Byers Jr	John Charles Goveia	Brant E. Miller	Julia A. Swearingen
Shannon Lisa Byron	Nancy L. Green	Kristi E. Minto	Arthur Kong Chee Tam
George E. Carlisle	Ross Alan Green	Steven L. Morrow	Brian A. Thompson
Lyle F. Chadwick	Charles Ira Grove	Ria Muljadi	Heather Mcrae Thompson
Jack M. Creach Jr	John H. Hancock	Jennifer D. Mulkey	Bryan L. Timm
James R. Cronholm	Steven Dean Harrop	Hideki Nakajima	Lynn M. Townsend
Deborah J. Davidson	Daniel Edward Hedeon	Katherine A. Norbo	Randall K. Vakoc
Kimberly Michelle Davis	Dawn T. Hedin	Michael Alan O'toole	Mary M. Vitalich
Stacy Ann Davis	Scott A. Hibbs	Donald J. Oblander	Rodney W. Wells
Angel D. Den Boer	Chien Huang	Michael E. Parmelee	Ronald L. White
Debbie S. Deshais	Wayne L. Huisman	Cheryl G. Perkins	Aaron M. Wilkins
Meghan Leona Diekmann	Wendy K. Irwin	Timothy J. Pinkstone	Debora D. Wilson
Ronald K. Dixon	James Robert Jones	Erin Jane Plumb	Ryan James Wilson
Brian Dean Dramen	Paul Benjamin Kamins	Arnold S. Polk	Scott Andrew Winegardner
Jean S. Dransfeldt	Jane L. Kane	Curtis Erwin Rempel	L Michele Wingert
Margaret R. Drummond	Trinity Keil	Steven H. Reznick	Laura M. Winkelman
Larry L. Duckett	Donald E. Kernutt	Larry C. Richter	Dona L. Yarnall
Robert P. Early	Andrew B. Kunkler	Duane Clayton Roemmich	Jue-Hua (Rae) Yau
Walter A. Eldridge	William R. Kyker	James K. Rosencrans	Daniel J. Zeamer
Winnie Wing Yu Fan	Wayne Edward Laird	Priscilla A Kelsay Ross	

## Lapsed Status

Licensees who are not offering or providing public accounting services and who do not use the CPA or PA designation may choose to allow their permit to lapse. You can indicate that you want to let your permit lapse by stating that you do not wish to renew on the renewal application. In Oregon there is no negative stigma attached to a lapsed license, so long as the licensee is not performing public accounting services or holding out as licensee. The Board does not send renewal applications or other material to lapsed licensees and lapsed licensees are not obligated to provide the Board with change of address information. A lapsed license may be reinstated by paying the active permit fees and meeting the continuing education requirements for the period of lapse. *OAR 801-040-0090*

A problem occurs, however, if a permit becomes lapsed inadvertently because the licensee either forgot to renew or did not meet the renewal requirements. In this situation, the licensee may not continue to offer public accounting services or use the CPA or PA designation until the permit is reinstated. Licensees who continue to practice public accountancy or to hold out during the period of lapse are subject to revocation and civil penalties of \$5,000 per violation. *ORS 673.320*

The following licensees' permits to practice public accounting lapsed as of July 1, 2009:

Marc I. Abrams	Gerald J. Druliner	Edwin Earl Holt	Donald Corey Meyer
Waleed M. Al Nahas	Mark Robert Duncan	Susan Y. Hudgens	Donald J. Millage
Adnan Al-Bassam	Marylinda M Eichstaedt	Kurt R. Hutton	Charles D. Muha
Ezra J. Albrecht	Al Emrick Jr	Clarissa A Inglehart	Gregory J. Muller
Mutasem K Allahham	Elizabeth J. Ettlting	Richard O. Jackson	Kirk Duane Nelson
Glenn R. Amistad	Scott A. Ewing	Ronald E. Jackson	Charles L Northrup
Michael C Amspacher	Susan L. Fabio	Wanda Fong Jerrit	Terri L. Noyes
Carol A. Arner	Rhonda L. Fanucchi	Don A. Johansen	Edward Gray Ochs
K Marie S Ashton	William M Feehley	Barbara A. Johnson	Kevin Ogorzelec
Richard E. Aufranc	Michael J. Felkel	James F. Johnson	Cary Mitsuo Okawa
Ana Ligia A Robison	Lloyd Andrew Fillis	Linda L. Kachiu	Rebecca L. Olsen
Nathan Reed Baker	Betty Lou Fitzpatrick	Saghirul Hasan Khan	Mark S. Olson
Ruth M. Baker	Cheryl F Fitzsimons	Richard R. Kilbride	Laura M. Pajot
Eric Lee Balentine	Wayne E. Fleek	Steven M. King	Kelly M. Palin
Kara Michelle Basurto	Karen C. Fletcher	Carol Ross Knutson	Robert T Perry-Smith
Richard Battershell	Bernard P Franceschi	Nancy L. Korf	Bradley W. Phillips
John S. Bauer	Karen A. Francis	Diane L. Kost	Marcia A. Pierce
Robert Michael Beery	David M. Frederick	Sharon Lee Kreider	Sandra J. Pokorny
Steven M. Berkson	Gary Fredricks	Edward C. Krick	Stacey L. Quintana
Devang Bhandari	David Fuchs	Harold L. Larsen	Odiljon R. Rahimov
John S. Black	Gloria Jean Galvin	Wm. Scott Leckie	Erich Rail
Raymond M. Bouvier	Susan G. Gentry	Michael Lee	Rob Rambo
Tracy M. Bressler	Stacey E. Gilligan	Michael S. Lensmire	Eula A. Rath
Jon Michael Brochard	James M. Gillings	Linda L. Lester	Alexis A Reed
Susan Emiko Brockschink	Robert H. Given	Christopher C. Lewis	Andrew T Rehm
Melinda S Brown	James M. Gleason	Brett William Liebe	Robert C Reynolds
Keith Edwin Burris	Ryan C. Glenn	Neil R. Lieberman	Todd L. Roan
Marvin B. Butler	W Howard Goodman	Edward J. Lightcap	Patricia K. Robertson
Timothy D. Buus	Douglas M. Goto	Darryl G. Lovaas	Dennis J. Sargent
Douglas M. Carl	Leah Danielle Gray	Alexey V. Loza	Martha S. Sargent
Douglas Ray Carlile	David R. Greig	Tracy L Ludington	Peter Schablik
Charles J. Carlson	Natalia Gudgeon	Christopher S Macleod	Thomas R. Schamber
David O. Christensen	Linda A. Haas	Kristina M Muscha Makoff	Stephen F. Schmidt
Rod Lee Christison	Benjamin Dean Hall	Mary L. Manilla	Erik A. Schneider
Kenneth Ralph Cone	Ronald P. Hallagan	Larry O. Martin	Ronald R. Sells
Barbara M Courson	Jeffrey John Hallin	Terry J. Martin	Ryan D. Sells
Suellen J. Coverdill	Samer N. Hamed	Renae M. Mason	Thomas C. Shauklas
Grace E. Crocker	Matt Hannigan	Laurie Ann Mattinson	David Thomas Sheets
Mark R. Dale	Larry Lee Harkcom	Thomas E. Mattson	Jeffrey M. Sheriff
Robert H. Davies	Stuart S. Hart	Robert A. McBride Jr	Robert R. Sherman
Donald J. Davis	Gordon L. Haycock	Brian S. McCaw	Kara K. Singleton
Mark C Davis	Robert J. Heuschkel	Shawn F. Mccord	Brian D. Snaric
Brian L. Deppe	Lloyd V. Holgate	W Michael McCrabb	Linda Anne Spangler
Frederick J. Devlin	Michael W. Holland	Alan James McDaniel	Jeffrey Bruce Spiegel
Richard L. Dorigatti	Matt Holovach	Ben Merritt	Gary A. Squires

Maranda D Stackhouse  
Frederick H Sterenberg  
Carlie H. Stillman  
Tanya K. Stogsdill  
Richard B. Stuthard  
Garold E. Swan  
Larry G. Swearingen

Penny Sweeting  
Thomas C. Tekulve  
Warren J. Thompson  
Douglas Reed Thorne  
Nancy Uhlinger  
Melvin E. Ussing  
Melanie Suguitan Vandehey

Betty E. Veveiros  
Larry R. Volchok  
Vicki S. Wagner  
Charlotte B. Wasley  
Tomoko Watanabe  
Carol R. Watson  
Ellen L. Weyant

Susan Wolak  
Thomas A. Wolfgram  
Robert H. Woods  
Kenney Cheng-Tze Wu  
Maria Yeung  
Alexey Zubkov

**All Board and Committee meeting agendas are posted on the Boards website. Once the Board accepts the minutes for the Board meetings, they are also posted on the website. Meetings are recorded and recordings can be purchased from the Board office. Call David Hunter for details, 503.378.2235.**

## Board Members

**Ray N. Johnson, CPA, Chair**  
Portland State University  
PO Box 751  
Portland OR 97207-0751

**Jessie Bridgham, CPA, Treasurer**  
Michael Piels CPA  
940 Towne Centre Dr  
Medford, OR 97504

**Ann Ferguson, CPA**  
Deloitte & Touche  
111 SW 5<sup>th</sup> Ave #3900  
Portland OR 97204

**Roberta Newhouse, CPA, Vice Chair**  
Green Newhouse LLC  
234 SW Second St  
Pendleton, OR 97801-2112

**Kent Bailey, CPA**  
Guyer Lindley Bailey & Martin  
2790 Main St  
Baker City, OR 97814

**Eric Lind, Public Member**  
Umpqua Bank  
675 Oak St #350  
Eugene, OR 97401

**Stuart Morris, PA**  
5922 NE Sandy Blvd  
Portland, OR 97213

## License Reinstatements

*The following individuals reinstated their Oregon CPA license.*

### To Active Status

Kecia L Andersen  
Robert W Call  
Joseph C Cooke Jr  
Rebecca Jo Demy  
Kimberly S Guerber-Santana  
Zilda Heusinkveld  
James H Kaplon  
Shawna Ann Lamothe  
Kevin S McAninch  
Shawn Odonnell McShane  
Christopher John Oman  
Marlin J Peterson  
Min Qiu  
David Thomas Sheets  
Chris Walson

Eric Lee Balentine  
Dan J Chapman  
John Allen Cushing  
Dale A Fox  
James McDaniel Hansen  
James Michael Hollman  
Jeff E Johnson  
M Catherine Maloney  
T Michael McCarteny  
Alicia M Minyen  
Dennis M Payne  
Teresa M Pommerening  
Peggy L Rubel  
Emily Elaine Silvey  
Michael J Wenzlick

Janis M Binnis  
Ann V Christensen  
Brooke W Daniel  
Rhonda M Gales  
Sylvia Jean Hearing  
Douglas E Hudelson  
Charles J Kimball  
Larry O Martin  
Keith S McClung  
James J Mullaney Jr  
Gary Samuel Pearce  
Daniel Edward Powell  
Alla Saltykova  
Ihlpaili Vellmer  
Patricia Ann Westby

Kenneth N Boettcher  
Kevin Patrick Clouser  
Scott F Davis  
Geoffrey G Gaukroger  
Daniel Edward Hedeem  
Julie Chiu-Yi Hui  
Shauna K Laden  
Karl Thomas Maxon  
Diana D McDevitt  
Karen E Nutial  
Anthony C Pecora  
Donald J Puchaty  
Kimberly Sue Scott  
Jennifer R Welander

### To Inactive Status

Ted E Anderson  
Steven H Reznick

Jean S Dransfeldt  
James T Searcy

Laurie A Hillenbrand

Brett William Liebe

## **DISCIPLINARY ACTIONS**

*Disclaimer: It is the Board's policy to publish the name of each licensee who is disciplined for violations of Board statutes and rules. The Board frequently settles matters with a Consent Order. Disciplinary orders are public information and copies may be obtained by contacting the Board office. Every effort has been made to ensure that the following information is correct; however, it should not be relied upon without verification from the Board office.*

Heck & Berry/Dean Sartain: Stipulation and Order assessing a \$1,500 civil penalty, 24 additional hours of continuing professional education and pre-issuance review of all municipal audits for the year ending June 2009 for violation of OAR 801-030-0010(1) and (2), General Standards and Auditing Standards.

Ilene Faxon Anderton: Stipulation and Order assessing a \$5,000 civil penalty with \$2,000 stayed for five (5) years and order Anderton to cease and desist from doing this again. In violation of ORS 673.320 (1), permit or registration required to provide attestation or compilation services or issue reports.

Janece Herzog: Stipulation and Order assessing a \$250 civil penalty for violation of ORS 673.320(3), Using the "CPA" designation when not holding a valid permit.

Geffen Mescher: Stipulation and Order assessing a \$1,000 civil penalty for violation of ORS 673.160(6)(e), OAR 801-010-0345(3)(e) and OAR 801-010-0345(5)(e), Failure to report litigation on firm renewal application.

Linda Schade: Stipulation & Order assessing a \$5,000 civil penalty, twelve hours of CPE and pre-issuance reviews of all compilation, review and attest engagements for a period of two years for violation of OAR 801-050-0020(1), Failure to Enroll in a Peer Review Program in any of four consecutive renewal periods.

Gary Stapleton: Final Order to revoke Stapleton's CPA permit and assess a \$3,000 civil penalty for violation of OAR 801-030-0005(2)(b), Integrity and Objectivity, OAR 801-030-0010(1), General Standards and OAR 801-030-0020(1)(b) Due Professional Care. Review pending by Oregon Court of Appeals.

Mort Bohn: Default Final Order assessing a \$6,000 civil penalty and suspension of CPA permit for three (3) years for violation of ORS 673.320(3), Use of the CPA designation while status is inactive; OAR 801-030-0020(1), Professional Misconduct.

Thomas Z. Torok: Stipulation & Order assessing a \$1,500 civil penalty and a cease and desist for violation of ORS 673.320(3), Use of the CPA designation when not holding a valid permit.

Nichols & Mitchell: Stipulation and Order assessing a \$1,000 civil penalty and pre-issuance reviews on the first three auditing engagements for violation of OAR 801-030-0010(2), Auditing Standards.

Bruce Nichols: Stipulation and Order assessing a \$500 civil penalty; submit to the Board a plan for 80 hours of CPE to the Board and pre-issuance reviews on the first three auditing engagements for violation of OAR 801-030-0010(2), Auditing Standards.

Stan Mitchell: Stipulation and Order assessing a \$500 civil penalty; submit to the Board a plan for 80 hours of CPE to the Board and pre-issuance reviews on the first three auditing engagements for violation of OAR 801-030-0010(2), Auditing Standards.

David Larson: Default Final Order assessing a \$500 civil penalty and submission of program completion certificates for violation of OAR 801-030-0020(1), Professional Misconduct.

Roberts Branner & Bemis LLC: Default Final Order assessing a \$500 civil penalty for violation of ORS 673.160(1), ORS 673.320 and OAR 801-010-0345, Requirement to Register as a Firm.

Timothy Steers: Stipulation and Order stating that Steers shall not provide or perform audit, attest or compilation services for public and non-public entities.

Merina & Co. LLP: Stipulation and Order assessing a \$15,000 civil penalty; pre-issuance review on 20% of all audits performed for 18 months; and all members of the firm audit team shall complete an additional 40 CPE hours in auditing procedures for violation of OAR 801-030-0010(2), Auditing Standards.

John Merina: Stipulation and Order assessing an additional 40 CPE hours in auditing procedures and pre-issuance review on 20% of all audits performed for 18 months for violation of OAR 801-030-0010(2), Auditing Standards.

Kamala Austin: Stipulation and Order assessing an additional 40 CPE hours in auditing procedures and pre-issuance review on 20% of all audits performed for 18 months for violation of OAR 801-030-0010(2), Auditing Standards.

William Cote: Stipulation and Order assessing 31 hours of CPE and one (1) pre-issuance review for violation of OAR 801-030-0010(2), Auditing Standards (2005 Edition).

Ron Harmening: Stipulation and Order assessing a \$7,500 civil penalty with \$2,500 stayed if Mr. Harmening follows the conditions of the order for violation of OAR 801-030-0020(8)(b), disclosure of differing interests when entering into business transactions with clients.

Alice Chaloux: Stipulation and Order assessing a \$2,000 civil penalty for violation of OAR 801-030-0020(1), Professional Misconduct.