

**OREGON BOARD OF ACCOUNTANCY  
SPECIAL BOARD MEETING MINUTES  
November 6, 2012**

Board of Accountancy Office

Telephone Conference

Salem OR

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*The Board of Accountancy protects the public by regulating the practice and performance of all services provided by licensed accountants.*

**BOARD MEMBERS:**

Roberta Newhouse, CPA, *Chair*  
Jessie Bridgham, CPA, *Vice Chair*  
Ann Ferguson, CPA, *Treasurer*  
Dr. Roger Graham, *Public Member*  
Al Crackenberg, PA  
Scott Wright, CPA  
Larry Brown, CPA

**BOARD STAFF:**

Martin Pittioni, Interim Exec. Director  
Kimberly Sisk, Executive Assistant  
Noela Kitterman, Investigator  
Susan Bischoff, AAG  
Heather Shepherd, Cte. Coordinator  
Cathy Orias, Cte. Coordinator  
Karen Johnson, AAG

**GUESTS:**

Sherri McPherson, OSCP Representative

**1. Call to Order**

The meeting was called to order by Chair Newhouse at 11:26 a.m. and it was announced that the meeting was being recorded.

**2. Approval of August 6, 2012 Public Session Meeting Minutes**

**BOARD ACTION:** Moved by Ms. Bridgham and carried to approve the minutes as written.

**VOTE:** 7 ayes

**3. Discussion of DAS CIO OBARS Review**

Shortly after the former Executive Director left, the Board became aware of concerns regarding the online licensing project. Mr. Brown was asked to look at the project, interview staff and determine the status of the project. After reviewing the documents, Mr. Brown and the rest of the Board agreed that a due diligence review from an outside source was necessary. The Department of Administrative Services, Office of the State Chief Information Officer (DAS CIO), conducted a review of the project as a whole, with the strategy to determine the current status of the project and options for moving forward to developing a functional system for online licensing and streamlining capabilities.

The DAS CIO report was presented to the Board at their meeting on October 21, 2012. Mr. Moseley, President of GL Solutions attended the meeting and proposed questions to the Board and had the opportunity to give his view on the project status. It was apparent at that time that the views of GL Solutions and the Board were significantly different.

The report prepared by DAS CIO gave two options for the Board to consider regarding the project. Option 1 was that the Board would continue working with GL Solutions, amend the contract to clearly articulate the remaining requirements, specifications, timelines, deliverables, additional costs and the like. Option 2 would be that the Board terminate the contract with GL Solutions for convenience as allowed under the current contract and also terminate the Work Order Contract with nextSource and TEK Associates for providing the Project Based Information Technology Professional Services. The DAS CIO office recommended that the Board choose Option 2.

**BOARD ACTION:** Moved by Mr. Brown and carried terminate the Oregon Board of Accountancy Replacement System Project (OBARS) contract between the State of Oregon and GL Solutions Inc, pursuant to the termination for convenience provision in the contract.

**VOTE:** 7 ayes.

In connection with the online licensing project, the Board also contracted with nextSource for services provided by TEK Associates. As a result of the DAS CIO review, the Board is also inclined to terminate the Work Order Contract #52722 between the State and nextSource/TEK Associates and all amendments for convenience.

**BOARD ACTION:** Moved by Mr. Brown and carried to terminate the MSP Work Order Contract for Project Based IT Professional Services [contract # 52722], between the State of Oregon on behalf of the Oregon Board of Accountancy and nextSource, Inc, and any amendments, pursuant to the termination for convenience provision in the contract.

**VOTE:** 7 ayes.

#### **4. Scott Winegardner, License #9367 Reinstatement Application**

Mr. Winegardner submitted a reinstatement application, which included 33.5 CPE hours be allowed towards his reinstatement requirement that were completed while inactive. Per OAR 801-040-0090(5)(a) credit for CPE taken while in inactive status will be given for the first two biennium's only (maximum of 64 hours). The 33.5 CPE hours Mr. Winegardner included on the renewal application were completed in the recent two biennium's.

**BOARD CONSENSUS:** The intent of the rule was to ensure that licensee's who are reinstating to practice public accounting have current CPE completed. Mr. Winegardner has completed CPE within two bienniums of applying for reinstatement. The hours completed will qualify for the reinstatement application.

#### **5. Keith Wilhelm Stipulation and Order**

A proposed Stipulation and Order was presented to the Board for consideration. With the Board's approval, the parties will agree to resolve this matter by imposing a \$5,000 civil penalty for violation of ORS 673.320(3), use of the CPA designation without an Oregon license. The civil penalty shall be paid in full on or before October 31, 2012.

**BOARD ACTION:** Moved by Mr. Brown and carried to accept the Stipulation and Order as presented.

**VOTE:** 7 ayes

Mr. Pittioni then discussed with the Board the matter of Mr. Wilhelm's application in progress for a PA level license based on his California G-level license. Board members confirmed that the adoption of Stipulation and

Order would not be an impediment to Mr. Wilhelm's licensure as a PA, and that staff could issue a PA license once Mr. Wilhelm's application was complete and met applicable Board laws and rules.

**6. 2013 Proposed Board and Committee Calendar**

Board staff provided proposed dates for Board and Committee meetings for the upcoming year. Board members had no conflicts with the dates and therefore the calendar is confirmed.

Board meeting dates for 2013 are as follows:

February 4  
March 18  
May 5-6  
July 8  
August 12  
October 20-21  
December 9

**7. Adjourn**

The meeting adjourned at 12:01 p.m.