

Minutes of the South Carolina Board of Accountancy
Thursday, December 7, 2006, at 10:00 AM in Room 108 (Board Meeting)
Synergy Office Park, Kingstree Building, 110 Centerview Drive
Columbia, South Carolina

Charles L. Talbert, III, CPA, Chairman, called the Board Meeting of the South Carolina Board of Accountancy to order on December 7, 2006, at 10:02 a.m., with a quorum present. Other Board members present were Donald H. Burkett, CPA, Vice-Chairman, Bobby R Creech, Jr., CPA, H. McRoy Skipper, Jr, CPA, and Wendell Lunsford, Accounting Practitioner.

Based on advance notice, the absence of Jamison W. Hinds, Esq., and Joyce Green, Public Member were excused for the Board meeting. Mark T Hobbs, CPA will arrive late.

Staff members participating during the meeting included: Doris E. Cubitt, Administrator, and Michael Teague, Administrative Assistant.

The Chairman announced the meeting was being held in accordance with section 30-4-80 of the South Carolina Freedom of Information Act by notice mailed to The State Newspaper, Associated Press, WIS-TV and all other requesting persons, organizations, or news media. In addition, notice was posted on the bulletin board at the main entrance of the Kingstree Building.

A moment of silence was observed after which McRoy Skipper led all present in the Pledge of Allegiance.

1. On motion by Donald Burkett, seconded by McRoy Skipper, and unanimously passed, an agenda was adopted for the meeting.
2. On motion by McRoy Skipper, seconded by Donald Burkett, and unanimously passed, the minutes of the meetings held on October 18, 2006 were approved.
3. The Board recognized Robert Foster for dedicating many years of service as a Board member to the Accountancy Board (1990 – 2006). Charles Talbert presented him with a plaque and a Resolution from the Board
4. Carol Beverly appeared before the Board to ask for reconsideration of an earlier Board decision that declined her request to extend credit of previous CPA Exam sections that were lost when she failed her last section due to computer failure at the testing center.
5. Executive Session:
On motion by Donald Burkett, seconded by McRoy Skipper, and unanimously passed, the Board went into executive session to discuss personnel matters. Upon coming out of executive session on motion by Donald Burkett, seconded by Wendell Lunsford, and unanimously passed, the Chairman announced that no vote had been taken

6. Complaint & Investigative Activity:

A. Consent agreements and other special matters:

Nancy G. Higgins, CPA #4853 Case #2005-16. On motion by Donald Burkett, seconded by McRoy Skipper, and unanimously passed the consent order was approved as presented. A copy is attached to these minutes and will be made part of the public record.

Carter & Company, AFO #9564 Case #2006-13. On motion by Donald Burkett, seconded by McRoy Skipper, and unanimously passed the consent order was approved as presented. A copy is attached to these minutes and will be made part of the public record.

B. The list of new complaints was presented and received as information by the Board.

C. The IRC did not recommend any cases for dismissal.

7. Information Update

A. Chairman's remarks: Stress that the Board as a whole should attend as many National Meetings as possible.

Mentioned that Doris is on the NASBA's Compliance Assurance Review Task Force & Compliance Assurance Committee, Bobby is on the NASBA's Strategic Initiatives Committee and Charles is on the NASBA's Ethics Committee.

B. There were no advisory opinions.

C. Legislative Update: Our Regulations were available for public comment through 12/4/06. We did not receive any comments. The regulations are to be filed the week of 12/11/06 at the Senate and the House, and then will be read in the first week of the session, afterwards they will have a 120 days to time out. Hopefully by July 2007 our regulations will be passed.

D. The Administrator's report was received as information and contained the following:

Robert Keisler's wife passed away, on or around 11/12/06.

E. The Financial Report was received as information.

8. Old Business. There was no old business

9. New Business

Regulation/Legislative Committee

A. Peer Review Committee: Mark Hobbs (Charles Talbert presented)

A team from the American Institute of Certified Public Accountants (AICPA) and Charles Talbert met over at the offices of the SC Association of CPA's (SCACPA) yesterday, December 6, 2006, to conduct the AICPA's Oversight of the Peer Review process that SCAPCA is administering. They will be there through Friday, December 8, 2006.

Linda Kirk resigned as the Peer Review contact for SCACPA. They are currently conducting interviews for a replacement.

Jim Holloway's contract to become our Peer Review Oversight Chairman is being finalized. He has requested a couple of things; specific objectives, a job description and what method do we want him to report back to us (much like the Examination Review Board of NASBA's that annual presents to the State Boards of Accountancy an opinion that we as state boards can rely on the Uniform CPA Examination as a valid exam and the whole process to be a hurdle for enter into the profession.) A committee may need to be formed in order to help facilitate the process.

Doris Cubitt wants clarification:

1. If a firm issues a report in 2006 they must have a Peer Review, if they choose not to issue reports in the future they would not be subjected to a review. Ruled correct.

2. A dialogue between her and Erin Hardwick, Executive Director of SCACPA, brought to light that SCACPA might not be able to physically enroll all firms into the Peer Review program by the 12/31/06 deadline due to the resignation of the coordinator. We will run a report at the end of January 2007 that will show all firms that should have a Peer Review and allow Erin the opportunity to review it to see who hasn't been enrolled, and for us to follow-up with those firms.

B. Report of Education/Experience Committee: Bobby Creech

No Report

C. Report of CPE Committee: Bobby Creech

On motion by Bobby Creech, seconded by Donald Burkett, and unanimously passed, to deny Christopher Garrett's request to accept Non-QAS course for CPE.

D. Report of Examination/CBT Committee: H. McRoy Skipper

1. On motion by McRoy Skipper, seconded by Donald Burkett, and unanimously passed, to grant Amy Holmes' request to extend NTS due to illness to 2/28/07.
2. On motion by McRoy Skipper, seconded by Bobby Creech, and unanimously passed, to grant Lauren Ballard's request to sit for the exam.

E. Other Professional Issues Committee: H. McRoy Skipper

Focus Questions to be completed by McRoy Skipper and Doris Cubitt.

F. Report of Qualification for Licensure Committee: Jamison Hinds

Executive Session:

On motion by McRoy Skipper, seconded by Donald Burkett, and unanimously passed, the Board went into executive session to discuss considerations before the Board. Upon coming out of executive session on motion by Wendell Lunsford, seconded by Donald Burkett, and unanimously passed, the Chairman announced that no vote had been taken

1. On motion by McRoy Skipper, seconded by Donald Burkett, and unanimously passed, to deny James Sevic's request to accept 34 hours in accounting courses to license. After evaluation it was found that he only has 31 hours in accounting courses and needs an additional 5 accounting hours.
2. On motion by Donald Burkett, seconded by Wendell Lunsford, and passed (McRoy Skipper and Bobby Creech abstained from the vote), to grant Carol Beverly's request to extend her CPA Exam credit through 2/28/07.

G. Report of Character and Fitness Committee: Jamison Hinds

No report

10. On motion by Wendell Lunsford seconded by Donald Burkett, and unanimously passed the Board Meeting dates for 2008.

11. On motion by Donald Burkett, seconded by Bobby Creech, and unanimously passed, the meeting was adjourned at 12:24pm by the Chairman.
12. The next meeting dates are as follows:

2007	
January 24, Wednesday (Board Meeting)	Room 108
January 25, Thursday (Board Meeting)	Room 201-03
February	No Meeting
March	No Meeting
April 26, Thursday (Board Meeting)	Room 108
May 24, Thursday (Hearings, if needed)	Room 201-03
June 21, Thursday (Board Meeting)	Room 108
July 26, Thursday (Hearings, if needed)	Room 201-03
August 23, Thursday (Board Meeting)	Room 108
September 27, Thursday (Hearings, if needed)	Room 201-03
October 25, Thursday (Board Meeting)	Room 108
November 15, Thursday (Hearings, if needed)	Room 108
December 6, Thursday (Board Meeting)	Room 108

2008	
January 23, Wednesday (Board Meeting)	Room 108
February	No Meeting
March	No Meeting
April 24, Thursday (Board Meeting)	Room 201-03
May 22, Thursday (Hearings, if needed)	Room 108
June 26, Thursday (Board Meeting)	Room 108
July 23, Wednesday (Hearings, if needed)	Room 108
August 21, Thursday (Board Meeting)	Room 108
September 24, Wednesday (Hearings, if needed)	Room 108
October 30, Thursday (Board Meeting)	Room 108
November 20, Thursday (Hearings, if needed)	Room 201-03
December 11, Thursday (Board Meeting)	Room 108

Members are to reserve the afternoon before each meeting in the event a hearing is scheduled.

Respectfully submitted,

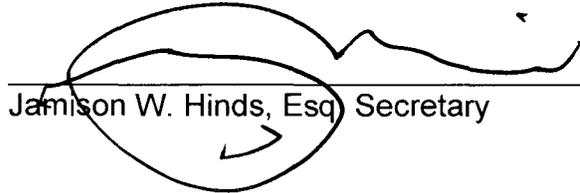


Doris Cubitt, Administrator

Approved at the January 24, 2007 Board Meeting.



Charles L. Talbert, III, CPA, Chairman



Jamison W. Hinds, Esq. Secretary