

Byron Mallott  
Lieutenant Governor  
State Capitol  
Juneau, Alaska 99811  
907.465.3520 465.5400 Fax  
WWW.LTGOV.ALASKA.GOV




530 West 7<sup>th</sup> Ave, Suite 1700  
Anchorage, Alaska 99501  
907.269.7460 269.0263  
LT.GOVERNOR@ALASKA.GOV

**OFFICE OF THE LIEUTENANT GOVERNOR  
ALASKA**

**MEMORANDUM**

**TO:** Jun Maiquis  
Department of Commerce, Community and Economic Development

**FROM:** Scott Meriwether, Office of the Lieutenant Governor 465.4081 

**DATE:** December 6, 2016

**RE:** Filed Permanent Regulations: Board of Public Accountancy

Board of Public Accountancy regulations update re: code of professional conduct, attest functions, education requirements, and peer review (12 AAC 04.004 - 12 AAC 04.110; 12 AAC 04.185(b); 12 AAC 04.610(a); 12 AAC 04.620(c))

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Attorney General File:	JU2016200618
Regulation Filed:	December 5, 2016
Effective Date:	January 4, 2017
Print:	221, April 2017

cc with enclosures:

Linda Miller, Department of Law  
Micaela Fowler, Department of Commerce, Community & Economic  
Development  
Dianne Blumer, Administrative Regulation Review Committee  
Judy Herndon, LexisNexis

ORDER CERTIFYING THE CHANGES TO  
REGULATIONS OF THE BOARD OF PUBLIC ACCOUNTANCY

The attached seven pages of regulations, dealing with section references of the updated American Institute of Certified Public Accountants (AICPA) Professional Standards and National State Auditors Association (NSAA) Peer Review Manual, and education and experience requirements, are hereby certified to be a correct copy of the regulation changes that the Board of Public Accountancy adopted at its August 18-19, 2016 meeting, under the authority of AS 08.04.070, AS 08.04.080, AS 08.04.120, AS 08.04.423, and AS 08.04.426 and after compliance with the Administrative Procedure Act (AS 44.62), specifically including notice under AS 44.62.190 and 44.62.200 and opportunity for public comment under AS 44.62.210.

This action is not expected to require an increased appropriation.

On the record, in considering public comments, the Board of Public Accountancy paid special attention to the cost to private persons of the regulatory action being taken.

The regulation changes described in this order take effect on the 30th day after they have been filed by the lieutenant governor, as provided in AS 44.62.180.

DATE: 8/19/16  
Fairbanks, Alaska

  
\_\_\_\_\_  
Don Rulien, CPA, Chair  
Board of Public Accountancy

FILING CERTIFICATION

I, Byron Mallott, Lieutenant Governor for the State of Alaska, certify that on December 5, 2016 at 1500 .m., I filed the attached regulations according to the provisions of AS 44.62.040 – 44.62.120.

  
\_\_\_\_\_  
Byron Mallott, Lieutenant Governor

Effective: January 4, 2017.

Register: 221, April 2017.

**Chapter 04. Board of Public Accountancy.**

12 AAC 04 is amended by adding a new section to read:

**12 AAC 04.004. Code of professional conduct.** An accountant shall adhere to the *(American Institute of Certified Public Accountants, (no italics; use normal font))*

*AICPA Professional Standards, Volume 2 (pages 2371 through 2613),* Code of Professional

Conduct, revised as of June 1, 2015, adopted by reference. (Eff. 1 / 4 / 2017, Register 221)

**Authority:** AS 08.04.070

AS 08.04.080

*Volume 2 (no italics)*

**Editor's note:** A copy of the *AICPA Professional Standards*, adopted by reference in

12 AAC 04.004, may be obtained from the American Institute of Certified Public Accountants at

AICPA, 220 Leigh Farm Road, Durham, North Carolina 27707-8110 or at AICPA's website at

<http://www.aicpa.org>.

12 AAC 04.010 is repealed

**12 AAC 04.010. Independence, integrity, and objectivity.** Repealed. (Eff. 1/20/63,

Register 7; am 9/9/72, Register 43; am 1/18/78, Register 64; am 4/10/88, Register 106; am

1/1/2008, Register 184; am 10/16/2011, Register 200; repealed 1 / 4 / 2017, Register 221)

*“(Publisher: Delete the editor's note after 12 AAC 04.010.)”*

12 AAC 04.015 is repealed:

**12 AAC 04.015. Competence.** Repealed. (Eff. 1/18/78, Register 64; am 4/10/88,

Register 106; repealed 1 / 4 / 2017, Register 221)

12 AAC 04.020 is repealed:

**12 AAC 04.020. Confidential relationship.** Repealed. (Eff. 1/20/63, Register 7; am

9/9/72, Register 43; repealed 1 / 4 / 2017, Register 221)

12 AAC 04.030 is repealed:

**12 AAC 04.030. Contingent fees.** Repealed. (Eff. 1/20/63, Register 7; am 9/9/72, Register 43; am 4/10/88, Register 106; am 4/28/2005, Register 174; am 1/1/2008, Register 184; am 10/16/2011, Register 200; repealed 1/4/2017, Register 221)

*« Publisher: Delete the editor's note after 12 AAC 04.030. »»*

12 AAC 04.038 is amended to read:

**12 AAC 04.038. Attest functions.** (a) To perform an attest function means to provide any of the following financial statement services:

(1) an audit or other engagement to be performed in accordance with the Statements on Auditing Standards (SAS) of the American Institute of Certified Public Accountants, *AICPA Professional Standards, Volume 1*, **AU-C** [AU] Sections **200 – 935** [100 – 900], as revised as of June 1, **2015** [2010], adopted by reference;

(2) a review of a financial statement to be performed in accordance with the Statements on Standards for Accounting and Review Services (SSARS) of the American Institute of Certified Public Accountants, *AICPA Professional Standards, Volume 2*, AR Sections 20 – 600, as revised as of June 1, **2015** [2010], adopted by reference;

(3) an examination of prospective financial information to be performed in accordance with the Statements on Standards for Attestation Engagements (SSAE) of the American Institute of Certified Public Accountants, *AICPA Professional Standards, Volume 1*, AT Sections **20 – 600** <sup>(601)</sup> [20 – 701], as revised as of June 1, **2015** [2010], adopted by reference; and

(4) an engagement to be performed in accordance with the standards of the Public Company Accounting Oversight Board (PCAOB) established under 15 U.S.C. 7211(a).

(b) An individual licensee who is responsible for supervising attest engagements, or who



signs or authorizes another to sign the accountant's report on the financial statements on behalf of the firm, shall meet the competency requirements set out in the professional standards for the attest engagements. The supervising licensee shall obtain and maintain the competencies necessary in the specific circumstances.

(c) A licensee performing an attest engagement shall maintain a quality control system that complies with the Quality Control Standards (QCS) of the American Institute of Certified Public Accountants, *AICPA Professional Standards, Volume 2*, QC Section 10, as revised as of June 1, **2015** [2010], adopted by reference. (Eff. 1/1/2008, Register 184; am 10/16/2011, Register 200; am 1 / 4 / 2017, Register 221)

**Authority:** AS 08.04.070 [AS 08.04.085] AS 08.04.423

~~**Editor's note:** A copy of the *AICPA Professional Standards, Volumes 1 and 2*, may be obtained from the American Institute of Certified Public Accountants at AICPA, 220 Leigh Farm Road, Durham, North Carolina 27707-8110 or at AICPA's website at <http://www.aicpa.org>.~~

*cc Publisher: Existing editor's note after 12 AAC 04.038 is unchanged; retain as is. ))*

12 AAC 04.040 is repealed:

**12 AAC 04.040. Use of work of others.** Repealed. (Eff. 9/9/72, Register 43; repealed

1 / 4 / 2017, Register 221)

12 AAC 04.050 is repealed:

**12 AAC 04.050. Responsibility and disclosure.** Repealed. (Eff. 1/20/63, Register 7; am 9/9/72, Register 43; am 4/10/88, Register 106; repealed 1 / 4 / 2017, Register 221)

7

12 AAC 04.060 is repealed:

**12 AAC 04.060. Form of opinions and reports.** Repealed. (Eff. 1/20/63, Register 7; am 9/9/72, Register 43; am 4/10/88, Register 106; repealed 1 / 4 / 2017, Register 221)

12 AAC 04.070 is repealed:

**12 AAC 04.070. Forecasts.** Repealed. (Eff. 1/20/63, Register 7; am 9/9/72, Register 43; am 4/10/88, Register 106; repealed 1 / 4 / 2017, Register 221)

12 AAC 04.080 is repealed:

**12 AAC 04.080. Advertising.** Repealed. (Eff. 1/20/63, Register 7; am 9/9/72, Register 43; am 2/10/78, Register 64; repealed 1 / 4 / 2017, Register 221)

12 AAC 04.100 is repealed:

**12 AAC 04.100. Commissions.** Repealed. (Eff. 1/20/63, Register 7; am 9/9/72, Register 43; am 4/28/2005, Register 174; am 1/1/2008, Register 184; am 10/16/2011, Register 200; repealed 1 / 4 / 2017, Register 221)

*“Publisher: Delete the editor's note after 12 AAC 04.100.”*  
12 AAC 04.110 is repealed:

**12 AAC 04.110. Services performed by employees.** Repealed. (Eff. 9/9/72, Register 43; am 4/10/88, Register 106; repealed 1 / 4 / 2017, Register 221)

12 AAC 04.185(b) is amended to read:

(b) As used in AS 08.04.120, an accounting concentration consists of not less than

(1) 24 semester credit hours or 36 quarter credit hours in subjects such as

- (A) accounting principles;
- (B) intermediate accounting;
- (C) income tax;
- (D) cost accounting;
- (E) auditing;
- (F) advanced accounting;
- (G) accounting theory;
- (H) governmental accounting; or
- (I) detection of fraud;

(2) nine [THREE] semester credit hours or 15 [FIVE] quarter credit hours of business law and economics and

[(3) THREE SEMESTER CREDIT HOURS OR FIVE QUARTER CREDIT HOURS OF ECONOMICS; AND

(4) THREE SEMESTER CREDIT HOURS OR FIVE QUARTER CREDIT HOURS OF]

- (A) statistics; or
- (B) computer science; or
- (C) algebra, calculus, or mathematics.

(Eff. 1/18/78, Register 64; am 11/9/85, Register 96; am 2/2/94, Register 129; am 5/4/96, Register 138; am 1/1/2008, Register 184; am 10/16/2011, Register 200; am 12/29/2013, Register 208; am 12/25/2015, Register 216; am 1 / 4 / 2017, Register 221)

**Authority:** AS 08.04.070 AS 08.04.120

12 AAC 04.610(a)(1) is amended to read:

AICPA *in bold/underline all; italicize "AICPA")*

(1) American Institute of Certified Public Accountants **[AICPA]** *Standards for Performing and Reporting on Peer Reviews, 2015* [2011] edition, adopted by reference, excluding any reference to compilations; or

12 AAC 04.610(a)(2) is amended to read:

*retain bold/underline, but do not italicize*

(2) National State Auditors Association (NSAA) *Peer Review Manual, 2013* [2010] edition, adopted by reference.

(Eff. 7/27/97, Register 143; am 11/2/2001, Register 160; am 10/16/2011, Register 200; am

8/1/2012, Register 203; am 1 / 4 2017, Register 221)

**Authority:** AS 08.04.070 AS 08.04.426

AICPA *in bold/underline/italicize*

**Editor's note:** A copy of the **Standards for Performing and Reporting on Peer Reviews**,

adopted by reference in 12 AAC 04.610, may be obtained from the [DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT, DIVISION OF CORPORATIONS, BUSINESS AND PROFESSIONAL LICENSING, P.O. BOX 110806, JUNEAU, AK 99811-0806, OR FROM THE] American Institute of Certified Public Accountants (AICPA), 220 Leigh Farm Road, Durham, North Carolina 27707-8110. A copy of the *Peer Review Manual*, adopted by reference in 12 AAC 04.610, may be obtained from the [DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT, DIVISION OF CORPORATIONS, BUSINESS AND PROFESSIONAL LICENSING, P.O. BOX 110806, JUNEAU, AK 99811-0806, OR THE] National State Auditors Association, 449 Lewis Hargett Circle, Suite 290, Lexington, KY 40503-3590.



# MEMORANDUM


## State of Alaska Department of Law

To: Hon. Byron Mallott  
Lieutenant Governor

Date: December 5, 2016

File No.: JU2016200618

Tel. No.: 465-3600

From: Steven C. Weaver   
Sr. Assistant Attorney General  
and Assistant Regulations Attorney  
Legislation and Regulations Section

Re: Board of Public Accountancy  
regulations update re: code of  
professional conduct, attest functions,  
education requirements, and peer  
review (12 AAC 04.004 - 12 AAC  
04.110; 12 AAC 04.185(b); 12 AAC  
04.610(a); 12 AAC 04.620(c))

We have reviewed the attached regulations from the Board of Public Accountancy against the statutory standards of the Administrative Procedure Act. I have reviewed this project under a specific delegation dated December 2, 2016 from the Regulations Attorney. The regulations update provisions adopting by reference documents regarding the code of professional conduct, including attest functions, make conforming changes, update education requirements, and update provisions adopting by reference documents regarding peer review.

We find no legal problems. This memorandum constitutes the written statement of approval under AS 44.62.060(b) and (c) that authorizes your office to file the attached regulations.

The July 9, 2016 public notice and the August 19, 2016 certification of adoption order both state that this action is not expected to require an increased appropriation. Therefore, a fiscal note under AS 44.62.195 is not required.

Hon. Byron Mallott, Lieutenant Governor  
Our file: JU2016200618

December 5, 2016  
Page 2

We have made some technical corrections to the regulations in accordance with AS 44.62.125, as shown on the attached copy.

SCW

cc w/enc: (via email)

Don Rulien, CPA, Chair (through Jun Maiquis, Regulations Specialist)  
Board of Public Accountancy

Micaela Fowler, Regulations Contact  
Department of Commerce, Community, and Economic Development

Janey Hovenden, Director  
Division of Corporations, Business, and Professional Licensing  
Department of Commerce, Community, and Economic Development

Jun Maiquis, Regulations Specialist  
Division of Corporations, Business, and Professional Licensing  
Department of Commerce, Community, and Economic Development

Cori Hondolero, Executive Administrator  
Division of Corporations, Business, and Professional Licensing  
Department of Commerce, Community, and Economic Development

Megyn A. Greider, Assistant Attorney General  
Commercial and Fair Business Section

# MEMORANDUM


## State of Alaska Department of Law

TO: Hon. Byron Mallott  
Lieutenant Governor

DATE: December 2, 2016

FILE NO.: JU2016200618

TELEPHONE NO.: 465-3600

FROM: Susan R. Pollard   
Chief Assistant Attorney General  
& Regulations Attorney  
Legislation/Regulations Section—Juneau

SUBJECT: Specific delegation of authority  
regarding regulations review on  
Board of Public Accountancy  
regulations update re: code of  
professional conduct, attest  
functions, education  
requirements, and peer review  
12 AAC 04.004 - 12 AAC  
04.110; 12 AAC 04.185(b);  
12 AAC 04.610(a); 12 AAC  
04.620(c))

By this memorandum, I am delegating my authority as Regulations Attorney under AS 44.62 to Assistant Attorney General Steven C. Weaver for the above-referenced regulations project. Under this delegation of authority, Steven Weaver has my full authority under AS 44.62 to conduct the legal review under AS 44.62 and take necessary actions on this regulations project.

If you have questions, please let me know.

SCW

cc w/enc:

Scott C. Meriwether, AAC Coordinator  
Office of the Lieutenant Governor

Steven C. Weaver  
Sr. Assistant Attorney General  
Legislation/Regulations Section—Juneau

**NOTICE OF PROPOSED CHANGES ON SECTION REFERENCES OF THE UPDATED  
AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS (AICPA)  
PROFESSIONAL STANDARDS, NATIONAL STATE AUDITORS ASSOCIATION (NSAA)  
PEER REVIEW MANUAL, AND EDUCATION AND EXPERIENCE REQUIREMENTS IN THE  
REGULATIONS OF THE BOARD OF PUBLIC ACCOUNTANCY**

**BRIEF DESCRIPTION:** The Board of Public Accountancy proposes to update various regulations addressing section references of the updated AICPA code of professional standards and National State Auditors Association (NSAA) Peer Review Manual that the board adopts by reference, and education and work experience requirements.

The Board of Public Accountancy (Board) proposes to adopt regulation changes in Title 12, Chapter 04 of the Alaska Administrative Code, dealing with section references of the updated American Institute of Certified Public Accountants (AICPA) Professional Standards and National State Auditors Association (NSAA) Peer Review Manual, and education and experience requirements, including the following:

1. **12 AAC 04.004, Code of professional conduct**, is a proposed new section that adopts by reference the AICPA Code of Professional Standards.
2. **12 AAC 04.010, .015, .020, .030, .040, .050, .060, .070, .080, .100, and .110**, are proposed to be repealed. The intended effect of this repeal will remove individual section references and to adopt a national code of professional conduct by reference. The AICPA code of professional conduct that conforms to the new proposal is in section 12 AAC 04.004.
3. **12 AAC 04.038, Attest functions**, is proposed to be changed to update section references and to adopt by reference updated AICPA Professional Standards.
4. **12 AAC 04.185, Education defined for certified public accountant applicants**, is proposed to be changed to update the makeup of courses that constitute an accounting concentration to practice as a certified public accountant.
5. **12 AAC 04.610, Approved quality review programs**, is proposed to be changed to adopt by reference updated AICPA Standards for Performing and Reporting on Peer Reviews and the current revised National State Auditors Association (NSAA) Peer Review Manual.
6. **12 AAC 04.620, Exceptions to quality review reporting requirements**, is proposed to be changed to adopt by reference the updated AICPA Peer Review Administrative Manual.

You may comment on the proposed regulation changes, including the potential costs to private persons of complying with the proposed changes, by submitting written comments to Jun Maiquis, Regulations Specialist, Division of Corporations, Business and Professional Licensing, P.O. Box 110806, Juneau, AK 99811-0806. Additionally, the Board will accept comments by facsimile at (907) 465-2974 and by electronic mail at [regulationsandpubliccomment@alaska.gov](mailto:regulationsandpubliccomment@alaska.gov). Comments may also be submitted through the Alaska Online Public Notice System by accessing this notice on the system at <http://notice.alaska.gov/182110>, and using the comment link. **The comments must be received not later than 5:00 p.m. on August 11, 2016.** Comments received after this deadline will not be considered by the Board.

You may submit written questions relevant to the proposed action to Jun Maiquis, Regulations Specialist, Division of Corporations, Business and Professional Licensing, P.O. Box 110806, Juneau, AK 99811-0806 or by e-mail at [jun.maiquis@alaska.gov](mailto:jun.maiquis@alaska.gov). **The questions must be received at least 10 days before the end of the public comment period.** The Board will aggregate its response to substantially similar questions and make the questions and responses available on the Board's website at <https://www.commerce.alaska.gov/web/cbpl/ProfessionalLicensing/BoardofPublicAccountancy.aspx> or



on the Alaska Online Public Notice System. The Board may, but is not required to, answer written questions received after the 10-day cut-off date and before the end of the comment period.

If you are a person with a disability who needs a special accommodation in order to participate in this process, please contact Jun Maiquis at (907) 465-2537 or [jun.maiquis@alaska.gov](mailto:jun.maiquis@alaska.gov) not later than August 4, 2016 to ensure that any necessary accommodations can be provided.

A copy of the proposed regulation changes is available on the Alaska Online Public Notice System and by contacting Jun Maiquis at (907) 465-2537 or [jun.maiquis@alaska.gov](mailto:jun.maiquis@alaska.gov), or go to <https://www.commerce.alaska.gov/web/portals/5/pub/CPA-0516.pdf>.

A copy of the material proposed for adoption by reference may be viewed at the Board's office at the Department of Commerce, Community, and Economic Development, Division of Corporations, Business and Professional Licensing, Robert B. Atwood Building, 550 West 7th Avenue, Suite 1500, Anchorage, AK.

After the public comment period ends, the Board will either adopt the proposed regulation changes or other provisions dealing with the same subject, without further notice, or decide to take no action. The language of the final regulation may be different from that of the proposed regulation. **You should comment during the time allowed if your interests could be affected.** Written comments and questions received are public records and are subject to public inspection.

**Statutory Authority:** AS 08.04.070; AS 08.04.080; AS 08.04.120; AS 08.04.423; AS 08.04.426

**Statutes Being Implemented, Interpreted, or Made Specific:** AS 08.04.070; AS 08.04.080; AS 08.04.120; AS 08.04.423; AS 08.04.426

**Fiscal Information:** The proposed regulation changes are not expected to require an increased appropriation.

DATE: 7/8/16



Jun Maiquis, Regulations Specialist  
Division of Corporations, Business and  
Professional Licensing

For each occupation regulated under the Division of Corporations, Business and Professional Licensing, the Division keeps a list of individuals or organizations who are interested in the regulations of that occupation. The Division automatically sends a Notice of Proposed Regulations to the parties on the appropriate list each time there is a proposed change in an occupation's regulations in Title 12 of the Alaska Administrative Code. If you would like your address added to or removed from such a list, send your request to the Division at the address above, giving your name, either your e-mail address or mailing address (as you prefer for receiving notices), and the occupational area in which you are interested.

**ADDITIONAL REGULATION NOTICE INFORMATION**  
**(AS 44.62.190(d))**

1. **Adopting agency:** Board of Public Accountancy – Department of Commerce, Community, and Economic Development, Division of Corporations, Business and Professional Licensing.
2. **General subject of regulation:** Section references of the updated American Institute of Certified Public Accountants (AICPA) Professional Standards and National State Auditors Association (NSAA) Peer Review Manual, and education and experience requirements.
3. **Citation of regulation:** 12 AAC 04.004 – 12 AAC 04.620.
4. **Department of Law file number:** To be assigned.
5. **Reason for the proposed action:** Update and clarification of current regulations.
6. **Appropriation/Allocation:** Corporations, Business and Professional Licensing – #2360.
7. **Estimated annual cost to comply with the proposed action to:**  
**A private person:** None known.  
**Another state agency:** None known.  
**A municipality:** None known.
8. **Cost of implementation to the state agency and available funding (in thousands of dollars):**  
No costs are expected in FY 2017 or in subsequent years.
9. **The name of the contact person for the regulation:**  
Cori Hondolero, Executive Administrator  
Board of Public Accountancy  
Division of Corporations, Business and Professional Licensing  
Department of Commerce, Community, and Economic Development  
Telephone: (907) 269-4712  
E-mail: cori.hondolero@alaska.gov
10. **The origin of the proposed action:** Board of Public Accountancy.
11. **Date:** 7/8/16      **Prepared by:**   
Jun Maiquis  
Regulations Specialist  
(907) 465-2537

STATE OF ALASKA

## FIRST JUDICIAL DISTRICT

**AFFIDAVIT OF NOTICE OF PROPOSED ADOPTION OF REGULATIONS  
AND FURNISHING OF ADDITIONAL INFORMATION**

I, Jun Maiquis, Regulations Specialist, of the Department of Commerce, Community, and Economic Development, Division of Corporations, Business and Professional Licensing, being sworn, state the following:

As required by AS 44.62.190, notice of the proposed adoption of changes to 12 AAC 04.004 – 12 AAC 04.620, dealing with section references of the updated American Institute of Certified Public Accountants (AICPA) Professional Standards and National State Auditors Association (NSAA) Peer Review Manual, and education and experience requirements, has been given by being:

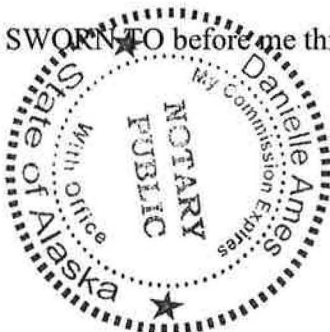
1. published in a newspaper or trade publication;
2. furnished to interested persons;
3. furnished to appropriate state officials;
4. furnished to the Department of Law, along with a copy of the proposed regulations;
5. electronically transmitted to incumbent State of Alaska legislators;
6. furnished to the Legislative Affairs Agency, Legislative Legal and Research Services;
7. posted on the Alaska Online Public Notice System as required by AS 44.62.175(a)(1) and (b) and 44.62.190(a)(1);
8. furnished electronically, along with a copy of the proposed regulations, to the Legislative Affairs Agency, the chair of the Labor and Commerce Committee of the Alaska Senate and House of Representatives, the Administrative Regulation Review Committee, and the legislative council.

As required by AS 44.62.190(d), additional regulations notice information regarding the proposed adoption of the regulation changes described above has been furnished to interested persons and those in (5) and (6) of the list above. The additional regulations notice information also has been posted on the Alaska Online Public Notice System.

DATE: 10/12/16  
Juneau, Alaska

  
Jun Maiquis, Regulations Specialist

SUBSCRIBED AND SWORN TO before me this 12 day of October, 2016.



Notary Public in and for the  
State of Alaska  
My commission expires: w/o office



## FIRST JUDICIAL DISTRICT

## AFFIDAVIT OF AGENCY RECORD OF PUBLIC COMMENT

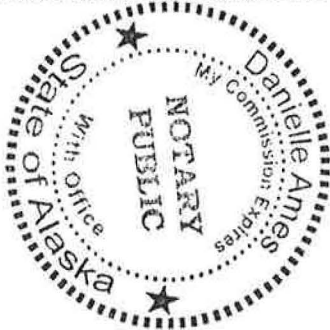
I, Jun Maiquis, Regulations Specialist for the Department of Commerce, Community, and Economic Development, Division of Corporations, Business and Professional Licensing, being duly sworn, state the following:

In compliance with AS 44.62.215, the Board of Public Accountancy has kept a record of its use or rejection of factual or other substantive information that was submitted in writing as public comment and that was relevant to the accuracy, coverage, or other aspect of the Board of Public Accountancy regulations on dealing with section references of the updated American Institute of Certified Public Accountants (AICPA) Professional Standards and National State Auditors Association (NSAA) Peer Review Manual, and education and experience requirements.

DATE: 10/12/14  
Juneau, Alaska

  
Jun Maiquis, Regulations Specialist

SUBSCRIBED AND SWORN TO before me this 12<sup>th</sup> day of October, 2016.



Dillb Arnes  
Notary Public in and for the  
State of Alaska  
My commission expires: w/ office



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RECEIVED  
Juneau

JUL 14 2016

CBPL

# AFFIDAVIT OF PUBLICATION

STATE OF ALASKA  
THIRD JUDICIAL DISTRICT

Emma Dunlap  
being first duly sworn on oath deposes and  
says that he/she is a representative of the  
Alaska Dispatch News, a daily newspaper.  
That said newspaper has been approved  
by the Third Judicial Court, Anchorage,  
Alaska, and it now and has been published  
in the English language continually as a  
daily newspaper in Anchorage, Alaska, and  
it is now and during all said time was  
printed in an office maintained at the  
aforesaid place of publication of said  
newspaper. That the annexed is a copy of  
an advertisement as it was published in  
regular issues (and not in supplemental  
form) of said newspaper on

July 09, 2016

and that such newspaper was regularly  
distributed to its subscribers during all of  
said period. That the full amount of the fee  
charged for the foregoing publication is not  
in excess of the rate charged private  
individuals.

Signed



Subscribed and sworn to before me  
this 11th day of July, 2016



Notary Public in and for  
The State of Alaska.  
Third Division  
Anchorage, Alaska  
MY COMMISSION EXPIRES

2/23/2019  
Notary Public  
BRITNEY L. THOMPSON  
State of Alaska  
My Commission Expires Feb 23, 2019

## NOTICE OF PROPOSED CHANGES ON SECTION REFERENCES OF THE UPDATED AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS (AICPA) PROFESSIONAL STANDARDS, NATIONAL STATE AUDITORS ASSOCIATION (NSAA) PEER REVIEW MANUAL, AND EDUCATION AND EXPERIENCE REQUIREMENTS IN THE REGULATIONS OF THE BOARD OF PUBLIC ACCOUNTANCY

The Board of Public Accountancy (Board) proposes to adopt regulation changes in Title 12, Chapter 04 of the Alaska Administrative Code, dealing with section references of the updated American Institute of Certified Public Accountants (AICPA) Professional Standards and National State Auditors Association (NSAA) Peer Review Manual, and education and experience requirements, including the following:

1. **12 AAC 04.004, Code of professional conduct**, is a proposed new section that adopts by reference the AICPA Code of Professional Standards.
2. **12 AAC 04.010, .015, .020, .030, .040, .050, .060, .070, .080, .100, and .110**, are proposed to be repealed. The intended effect of this repeal will remove individual section references and to adopt a national code of professional conduct by reference. The AICPA code of professional conduct that conforms to the new proposal is in section 12 AAC 04.004.
3. **12 AAC 04.038, Attest functions**, is proposed to be changed to update section references and to adopt by reference updated AICPA Professional Standards.
4. **12 AAC 04.185, Education defined for certified public accountant applicants**, is proposed to be changed to update the makeup of courses that constitute an accounting concentration to practice as a certified public accountant.
5. **12 AAC 04.610, Approved quality review programs**, is proposed to be changed to adopt by reference updated AICPA Standards for Performing and Reporting on Peer Reviews and the current revised National State Auditors Association (NSAA) Peer Review Manual.
6. **12 AAC 04.620, Exceptions to quality review reporting requirements**, is proposed to be changed to adopt by reference the updated AICPA Peer Review Administrative Manual.

You may comment on the proposed regulation changes, including the potential costs to private persons of complying with the proposed changes, by submitting written comments to Jun Maiquis, Regulations Specialist, Division of Corporations, Business and Professional Licensing, P.O. Box 11060, Anchorage, Alaska 99511-0600. Comments may be submitted electronically to <http://noticecomment.alaska.gov> or by mail to the address above. Comments must be received by the Board no later than August 4, 2016. Comments received after this date will be considered late.

You may also submit comments to the Board by mail to the address above or by email to [jmaiquis@alaska.gov](mailto:jmaiquis@alaska.gov). Comments must be received by the Board no later than August 4, 2016. Comments received after this date will be considered late.



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**STATE OF ALASKA** )  
**THIRD JUDICIAL DISTRICT** ) ss.

## AFFIDAVIT OF BOARD ACTION

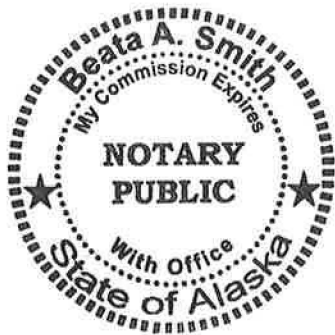
I, Cori Hondolero, Executive Administrator for the Board of Public Accountancy, being duly sworn, state the following:

The attached motion dealing with section references of the updated American Institute of Certified Public Accountants (AICPA) Professional Standards and National State Auditors Association (NSAA) Peer Review Manual, and education and experience requirements was passed by the Board of Public Accountancy during its August 18-19, 2016 meeting.

Date: 8/29/16  
Anchorage, Alaska

  
Cori Hondolero, Executive Administrator

SUBSCRIBED AND SWORN TO before me this 29<sup>th</sup> day of August, 2016.



Beeta Singh  
Notary Public in and for the  
State of Alaska  
My commission expires: w/office

State of Alaska  
Department of Commerce, Community and  
Economic Development  
Division of Corporations, Business and Professional Licensing

BOARD OF PUBLIC ACCOUNTANCY

MINUTES OF MEETING

August 18-19, 2016

By authority of AS 08.01.070(2), and in compliance with the provisions of AS 44.62, Article 6, a scheduled meeting of the Board of Public Accountancy was held August 18-19, 2016 in Fairbanks Alaska.

*These draft minutes were prepared by staff of the Division of Corporations, Business and Professional Licensing. They have not been reviewed or approved by the Board.*

Thursday, August 18, 2016

Call to Order/Roll Call

The meeting was called to order by Don Rulien, Chair, at 10:00 a.m. Those present, constituting a quorum of the Board were:

Donovan Rulien II, CPA – Anchorage  
Jeffrey Johnson, CPA – Fairbanks  
Karen Brewer-Tarver, CPA – Juneau  
Leslie Schmitz, CPA – Anchorage  
Andre Horton, Public member – Anchorage  
Craig Chapman, CPA - Kenai

Present from the Department of Commerce, Community and Economic Development, Division of Corporations, Business and Professional Licensing, were:

Cori Hondolero, Executive Administrator  
Sara Chambers, Operations Manager (agenda item #7)  
Greg Francois, Investigator III (agenda item #8)  
Sonia Lipker, Investigator III (agenda item #8)

Visitors present included:

Amy Cooper, CPA, representing the Alaska Society of CPAs (ASCPA)  
Kelly Hunter, representing the Alaska Society of Independent Accountants (ASIA)



There were no changes noted.

### **Agenda Item 12 – Public Comment**

There was no one present in the room that made a request to address the Board.

### **Agenda Item 13 – Regulation/Statute Projects**

The Board reviewed the regulations project that had been sent out for public comment and the written comments that had been received. The written comments suggested a change to 12 AAC 04.004 to make sure that all licensees are included; not just those who are AICPA members. The Board reviewed the existing definition of 'accountant' under 12 AAC 04.990(1) and feels that this clearly makes all licensees be required to abide by the adopted code of conduct.

**Upon a motion duly made by Ms. Schmitz, seconded by Mr. Chapman, and approved unanimously, it was:**

**RESOLVED to adopt the following regulation changes, as public noticed:**

**12 AAC 04.004.  
REPEAL – 12 AAC 04.010  
REPEAL – 12 ACC 04.015  
REPEAL - 12 AAC 04.020  
REPEAL - 12 AAC 04.030  
12 AAC 04.038(a)(1)  
12 AAC 04.038(a)(2)  
12 AAC 04.038(a)(3)  
12 AAC 04.038(c)  
REPEAL – 12 AAC 04.040  
REPEAL – 12 AAC 04.050  
REPEAL – 12 AAC 04.060  
REPEAL – 12 AAC 04.070  
REPEAL - 12 AAC 04.080  
REPEAL – 12 AAC 04.100  
REPEAL – 12 AAC 04.110  
12 AAC 04.185(b)  
12 AAC 04.610(a)(1)  
12 AAC 04.610(a)(2)  
12 AAC 04.620(c)**

### **Agenda Item 14 – Correspondence**

The Board reviewed the correspondence items contained in the Board packet.