

BOARD OF PUBLIC ACCOUNTANCY
Professional and Vocational Licensing Division
Department of Commerce and Consumer Affairs
State of Hawaii

MINUTES

Date: Friday, May 3, 2013

Time: 8:31 a.m.

Place: King Kalakaua Conference Room
King Kalakaua Building
335 Merchant Street, 1st Floor
Honolulu, Hawaii 96813

Present: Kent K. Tsukamoto, CPA, Chairperson
Nelson K.M. Lau, CPA, Vice-Chairperson
Wendy M. Glaus, CPA, Member
Craig K. Hirai, CPA, Member
Gabriel Lee, Member
Steven R. Oberg, CPA, Member
Gregg M. Taketa, CPA, Member
Rodney J. Tam, Deputy Attorney General
Laureen M. Kai, Executive Officer
Lori Nishimura, Secretary

Excused: Michael H.F. Ching, CPA, Member
Keith A. Regan, Member

Guests: John W. Roberts, CPA, President, Hawaii Association of
Public Accountants ("HAPA")

Agenda: The agenda for this meeting was filed with the Office
of the Lieutenant Governor, as required by Hawaii
Revised Statutes ("HRS") section 92-7(b).

Call to Order: There being a quorum present, the meeting was called
to order at 8:31 a.m. by Chairperson Tsukamoto.

Additions/Revisions
to Agenda: None.

Executive
Session:

At 8:32 a.m., it was moved by Vice-Chairperson Lau, seconded by Mr. Lee, and unanimously carried for the Board to enter into Executive Session to consider and evaluate personal information relating to individuals applying for licensure in accordance with HRS section 92-5(a)(1), and to consult with the Board's attorney on questions and issues pertaining to the Board's powers, duties, privileges, immunities, and liabilities in accordance with HRS section 92-5(a)(4).

EXECUTIVE SESSION

At 9:52 a.m., it was moved by Mr. Oberg, seconded by Vice-Chairperson Lau, and unanimously carried for the Board to move out of Executive Session and to immediately recess the meeting.

At 10:05 a.m., the Board reconvened its scheduled meeting.

Applications for
CPA Certification:

After discussion, it was moved by Mr. Oberg, seconded by Mr. Lee, and unanimously carried to approve the following applications for certification:

1. GIRO, Antonio M.
2. MARTINEZ, Jennifer L.
3. PERZEL, Patricia A.

After discussion, it was moved by Mr. Oberg, seconded by Mr. Lee, and unanimously carried (Chairperson Tsukamoto recused himself from the vote) to approve the following application for certification:

1. TAMURA, Travis T.

Ratification of
Individual CPA
Permits to Practice:

After discussion, it was moved by Mr. Oberg, seconded by Mr. Hirai, and unanimously carried to ratify the approval of the following individual CPA Permits to Practice:

1. ANDERSON, Alan B.

2. CLARK, Brian D.
3. JONES, Jeffrey C.

After discussion, it was moved by Mr. Oberg, seconded by Mr. Hirai, and unanimously carried (Mr. Taketa recused himself from the vote) to ratify the approval of the following individual CPA Permit to Practice:

1. COLGROVE, Nathan A.

Approval of
Minutes of the
April 12, 2013
Board Meeting:

After discussion, it was moved by Mr. Lee, seconded by Ms. Glaus, and unanimously carried to approve the minutes of the April 12, 2013 Board Meeting as circulated.

Chairperson's
Report:

A. National Update

Chairperson Tsukamoto informed the Board of a new bill in the U.S. House of Representatives, (H.R. 1564) the Audit Integrity and Job Protection Act, prohibiting the PCAOB from requiring public companies to use specific auditors or require the use of different auditors on a rotating basis, thus amending the Sarbanes-Oxley Act of 2002.

B. Industry Update

Chairperson Tsukamoto announced the Board received a request from Donald F. Aubrey, CPA, to continue to serve as NASBA Pacific Regional Director. After discussion, it was moved by Mr. Oberg, seconded by Mr. Lee, and unanimously carried to support the nomination of Donald F. Aubrey, CPA, to continue to serve as NASBA Pacific Regional Director.

Chairperson Tsukamoto announced that the terms for Mr. Ching and himself expire on June 30, 2013, and that they were not reappointed to their positions on the Board. He stated that Carleton Williams, CPA, has

been appointed to replace him. He also stated that a replacement for Mr. Ching has yet been named; therefore, Mr. Ching will continue to serve on the Board, on an interim basis, until a permanent appointment is made by the Governor.

Standing Committee Reports:

A. Legislation and Rules

Committee Co-Chairperson Hirai had no report.

B. Uniform CPA Examination

Committee Chairperson Hirai had no report.

C. Ethics

Committee Chairperson Lau had no report.

D. Peer Review

Committee Chairperson Oberg had no report.

E. Continuing Professional Education

Committee Chairperson Glaus reported the Board had received an inquiry from a continuing professional education ("CPE") sponsor, whether this Board would allow half CPE credits.

Discussion ensued on other state boards who accept half credits only after the first hour; it was noted that Hawaii is one of fourteen where there are no provisions or restrictions. After discussion, the consensus of the Board was to reaffirm its policy to accept any increments of CPE earned at any point in time.

F. Communications

Committee Chairperson Lee had no report.

Executive Officer Kai informed the Board that Committee Chairperson Lee will represent the

Board at the National Association of State Boards of Accountancy ("NASBA") Western Regional Meeting, as its Communications Officer, and would be attending sessions applicable to that position.

Investigative
Committee Reports:

A. Investigative Committee on Mobility

Investigative Committee on Mobility ("ICM") Chairperson Glaus reported that the ICM had no report.

B. Investigative Committee on Peer Review

Investigative Committee member Oberg reported that the committee will meet after the conclusion of this meeting to continue to work on drafting administrative rules to implement the peer review law.

Open Forum:

There were no public comments on issues that are not on the agenda for consideration for the Board's agenda at a subsequent meeting.

Next Board Meeting:

Executive Officer Kai announced that to ensure DAG Tam's attendance to the Board's next scheduled meeting, the originally scheduled date of Friday, June 14, 2013 has been changed to Wednesday, June 19, 2013. There were no objections.

Wednesday, June 19, 2013

8:30 a.m.

Queen Liliuokalani Conference Room

King Kalakaua Building

335 Merchant Street, 1st Floor

Honolulu, Hawaii 96813

Ms. Kai requested the Board to change the October 2, 2013 meeting date to Tuesday, October 1, 2013; Board members were requested to check their availability/schedules and inform her via email. DAG

Tam confirmed that he would be able to attend the meeting on October 1, 2013.

Announcements:

Chairperson Tsukamoto announced that three members of the Board and the Executive Officer will be attending the NASBA Western Regional Meeting in New Orleans, Louisiana, on June 5-7, 2013. He thanked the Director of the Department for approving the out-of-state travel of Board members, Messrs. Lee and Taketa, Ms. Glaus, and Executive Officer Kai to attend this meeting on NASBA scholarships; expenses paid for by NASBA.

Vice-Chairperson Lau reminded the Board that the financial and gift disclosure reports were due to the Hawaii Ethics Commission.

Adjournment:

There being no further discussion, the meeting adjourned at 10:23 a.m.

Taken and recorded by:

/s/ Lori Nishimura

Lori Nishimura, Secretary

Reviewed and accepted by:

/s/ Laureen M. Kai

Laureen M. Kai, Executive Officer

LMK:ln

05/29/13

[X] Minutes approved as is.

[] Minutes approved with changes. See Minutes of _____.