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436

Board of Public Accountancy

FY '83 - Allocated 12.0 (Board Travel and Per Diem)

Revenues (7/1/82 - 6/30/83) 25.4  
(Total number of Active Licenses 648)

Expenses: Board Travel and Per Diem	9.5
Personal Services	13.6
Contractual	<u>16.4</u>
Total	39.5

FY '84 - Allocated 12.1 (Board Travel and Per Diem)

Revenues (7/1/83 - 2/1/84) 26.8

Expenses: Board Travel and Per Diem	4.5
**Personal Services (7/1/83 - 2/1/84)	4.1
*Contractual	<u>6.4</u>
Total	15.0

FY '85 Board Component - Division Budget Total - 95.0  
Board of Public Accountancy Allocation - 2.0

- \* The above items are funded in the division's budget under the Administration component.
- \*\* Personal services or 1/3 of one licensing examiner's position.

STATE OF ALASKA 1984 LEGISLATIVE SESSION  
FISCAL NOTE

Revision Date:

<p><u>REQUEST</u>                  Bill/Resolution No.: <u>SB 436</u>                  Title: <u>An Act extending the term.</u>                  date of the Board of Public Accountancy; ...                  Sponsor: <u>Labor &amp; Commerce Committee</u>                  Requestor: _____                  Date of Request: _____</p>	<p><u>FISCAL DETAIL</u>                  Agency Affected: <u>Dept. of Commerce &amp; Econ. Dev.</u>                  Program Category Affected: <u>Public Protection</u>                  BRU, Program or Subprogram(s) Affected: _____                  Division of Occupational Licensing</p>
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EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 84	FY 85	FY 86	FY 87	FY 88	FY 89
<b>OPERATING</b>						
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 SUPPLIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS						
800 MISCELLANEOUS						
<b>TOTAL OPERATING</b>	-0-	-0-	-0-	-0-	-0-	
<b>CAPITAL</b>						
<b>REVENUE</b>						

FUNDING: (Thousands of Dollars)

GENERAL FUND	-0-	-0-	-0-	-0-	-0-	
FEDERAL FUNDS						
OTHER						
<b>TOTAL</b>						

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

SOURCE OF FUNDS TO OFFSET FISCAL IMPACT OF BILL:

No additional fiscal impact is expected to incur with this Senate Bill.  
 Funding to be continued and provided for in the Department's FY '85 budget.

ANALYSIS: Attach a separate page for analysis

Prepared By: Jennifer Strickler, Management Analyst Phone: 465-2144  
 Division: Occupational Licensing Date: February 15, 1984  
 Approved by Commissioner: Richard A. Lyon Date: 3/12/84  
 Agency: Dep. of Commerce & Economic Development

Distribution (by Agency preparing fiscal note):

- Legislative Finance
- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)

SB 436 TITLE & SPONSOR SUMMARY

16:33 6/04/84 PAGE 1 OF 2

SHORTEST TITLE:

AN ACT EXTENDING THE TERMINATION DATE OF THE BOARD OF PUBLIC ACCOUNTANCY, AND PROVIDING FOR AN EFFECTIVE DATE

PRIME SPONSOR: SENATE LABOR&COMM COMMITTEE.

CO-SPONSORS:

CURRENT STATUS: 4/23/84 IN (S) RULES

SB 436 SENATE ACTION

16:33 6/04/84 PAGE 2 OF 2

DATE	SEQ	PAGE	LEGISLATIVE ACTION
2/09/84	01	2010	FIRST READING -- COMMITTEE REPORTS
2/13/84	02	2046	RES COMM REFERRAL ADDED BY UNAN CONSENT
3/09/84	03	2307	L&C -- DP04
3/09/84	04	2307	L&C LETTER OF INTENT
4/23/84	05	2795	MOVED FROM RES TO RLS BY UNAN CONSENT RULES

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# COMMITTEE REPORT

## SENATE

FURTHER: Resources

2/2/84

Date 3/8/94

Mr. President

The Committee on Labor & Commerce considered SB 436

extending the termination date of the Board of Public Accountancy, etc.

and (a majority of the committee) (the committee) reports it back with the following recommendations:

- do pass
- do pass with attached amendment(s)
- replace with/or adopt CS for \_\_\_\_\_
- new title
- same title and recommends \_\_\_\_\_
- and attached a "LETTER OF INTENT"  NEW FISCAL NOTE
- reports it back without recommendation
- recommends referral to \_\_\_\_\_ Committee

MEMBERS SIGNING  
DO PASS

MEMBERS HAVING  
OTHER RECOMMENDATIONS

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\_\_\_\_\_  
Chairman

\_\_\_\_\_  
Chairman recommendation



## SUMMARY

### A Performance Review of the Board of Public Accountancy

As many staff members of the Division of Legislative Audit hold Certified Public Accountant certificates, and are subjected to regulation by that Board, the Division contracted with R.W. Pavitt & Associates to perform the review. The following is a summary of that review:

The Board of Public Accountancy is a regulatory board comprised of seven members; 5 shall be certified public accountants and 2 shall be public members.

\*\* It is the opinion of the auditors that the Board of Public Accountancy should be reestablished. State regulation and licensing of the profession is necessary and desirable for the continued protection of the citizens of Alaska. \*\*

The auditors proposed two recommendations which, if implemented, may improve the effectiveness and efficiency of the Board.

1. The Board of Public Accountancy should be brought to its full complement of seven members.

It is recommended that the Office of the Governor expeditiously appoint qualified new members to the three expired Board seats, and continue to make appointments or reappointments to this Board in a timely manner.

2. The records of the investigations unit of Division of Occupational Licensing should be systemized and automated.

The Department of Commerce concurs with this recommendation. The investigations section is in the planning stages for computerizing files for tracking and statistical use.

\*\* Special note --- The application forms for examination and certification do not require photos. \*\*



OFFICIAL BUSINESS

# ALASKA STATE LEGISLATURE - SENATE

## COMMITTEE ON LABOR AND COMMERCE

SENATOR RICHARD I. ELIASON  
CHAIRMAN

POUCH V • JUNEAU, ALASKA 99811  
(907) 465-3844

March 8, 1984

The Honorable Jalmar Kerttula  
President of the Senate  
Alaska State Legislature  
Pouch V  
Juneau, Alaska 99811

Dear Mr. President:

The Senate Labor and Commerce Committee has had under consideration for "Sunset Review" the Board of Public Accountancy pursuant to your referral under AS 44.66.050 and AS 08.03.010.

In accordance with the statutory requirement, a public hearing was held on the review of this Board. The Committee considered the proposed budget of the Board and examined the performance audit of the activities of the Board prepared by the Legislative Audit Division.

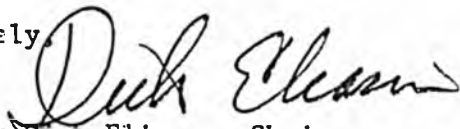
Guided, in part, by the report prepared by the Legislative Audit Division, the Committee took into consideration the factors required to be considered under AS 44.66.050(c). The Board of Public Accountancy has operated in the public interest by promulgating regulations which protect the public from incompetent and fraudulent practitioners. To assure qualified professionals the Board has established regulations requiring evidence of continuing professional education as a condition of license renewal.

The board meetings are held at least three times annually, are open to the public and are advertised in a timely manner. The Board invites and encourages individuals and groups to offer testimony in regard to proposed changes in regulations.

This Board has operated very efficiently in the past, and should be commended.

The Senate Labor and Commerce Committee has introduced legislation that would extend the Board of Public Accountancy another four years.

Sincerely,

A handwritten signature in cursive script that reads "Dick Eliason". The signature is written in dark ink and is positioned to the right of the word "Sincerely,".

Senator Dick Eliason, Chair  
Senate Labor and Commerce Committee