

(C) A REPORT REVIEW IS REQUIRED FOR A LICENSEE OR PERMIT HOLDER THAT IS NOT REQUIRED TO HAVE AN ENGAGEMENT REVIEW AND ISSUES REPORTS ONLY ON COMPILATIONS OMITTING ALL DISCLOSURES.

2-4A-05.

(A) PRIOR TO CONDUCTING A PEER REVIEW, AN INDIVIDUAL MUST BE APPROVED BY THE BOARD.

(B) IN ORDER TO RECEIVE APPROVAL FROM THE BOARD, A PEER REVIEWER SHALL:

(1) HAVE AND MAINTAIN AN ACTIVE LICENSE AS A CERTIFIED PUBLIC ACCOUNTANT IN THIS OR ANY OTHER STATE;

(2) POSSESS A LEVEL OF KNOWLEDGE OF APPLICABLE PROFESSIONAL STANDARDS ACCEPTABLE TO THE BOARD;

(3) POSSESS AT LEAST 5 YEARS RECENT EXPERIENCE IN THE PRACTICE OF PUBLIC ACCOUNTING;

(4) HAVE AND MAINTAIN OWNERSHIP OR MANAGEMENT OF A FIRM, OR COMPARABLE RESPONSIBILITY;

(5) HAVE RECEIVED AN UNMODIFIED REPORT ON THE MOST RECENT PEER REVIEW OF THE PROSPECTIVE PEER REVIEWER; AND

(6) COMPLETE AN APPROPRIATE TRAINING COURSE AS DETERMINED BY THE BOARD.

(C) A PEER REVIEWER SHALL HAVE NO CONNECTION TO THE LICENSEE OR PERMIT HOLDER BEING REVIEWED THAT MIGHT IMPAIR THE PEER REVIEWER'S INDEPENDENCE.

(D) A PEER REVIEWER SHALL:

(1) PREPARE A REPORT OF FINDINGS IN ACCORDANCE WITH THE STANDARDS FOR PERFORMING AND REPORTING ON PEER REVIEWS OF THE AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS; AND

(2) MAINTAIN THE REPORT FOR A PERIOD OF 3 YEARS.

(E) A PEER REVIEWER SHALL PROVIDE A COPY OF THE REPORT TO THE BOARD ONLY IF THE LICENSEE OR PERMIT HOLDER BEING REVIEWED HAS:

(1) BEEN DIRECTED TO TAKE CORRECTIVE ACTION AND HAS FAILED TO SATISFY THE PEER REVIEWER THAT SUCH ACTION HAS BEEN COMPLETED IN A TIMELY MANNER;

(2) RECEIVED A SECOND CONSECUTIVE MODIFIED REPORT; OR

(3) RECEIVED AN ADVERSE REPORT.

(F) A PEER REVIEWER SHALL COMPLY WITH ALL BOARD REGULATIONS AND DIRECTIVES REGARDING THE PEER REVIEW PROCESS.