

FEDERATION OF SCHOOLS OF ACCOUNTANCY
Board of Directors Meeting
Minutes of the Meeting on Thursday, May 17, 2007
InterContinental Chicago Hotel—Chicago, IL

Present: Bruce Behn, Martha Doran, Dan Hollingsworth, Andy Judd, Blane Ruschak, Kathy Schoztic, Paul Shoemaker, Jerry Trapnell, Larry Walther, Casper Wiggins,

Guests: Michelle Phillips

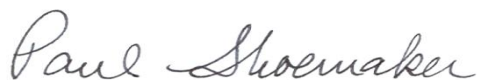
The meeting was called to order by President Dan Hollingsworth at 11:35 a.m.

1. Minutes from the February 11, 2007 meeting were approved.
2. Casper Wiggins gave the Treasurer's report. Financial statements dated March 31, 2007 were distributed. Casper noted that the financial position of the FSA remains strong with revenues exceeding operating expenses and end-of-period assets increasing by more than \$8,000. Dan expressed concern about the large amount of dues receivable. Casper noted that these are 2007 dues and it's not unusual to have a large receivable this early in the year. The Treasurer's report was approved.
3. Michelle Phillips gave an update on administration at the AICPA. All files are have been moved to the office in Durham, NC. Michelle also noted the following:
 - a. The spring newsletter is almost finished and should be mailed by the end of the month.
 - b. New stationery with the new address has been printed.
 - c. There have been problems with the online registration for the FSA Faculty Consortium but the staff has worked through them.
 - d. About 80 schools responded for FSA graduate student awards. There were technical problems with faxes getting through. It was suggested that future solicitations be done through email.
 - e. The audit of the financial statements as of March 31, 2007 has been completed.
4. The Nominating Committee set forth the following slate of officers/members to begin terms in August:
 - a. President—Bruce Behn (automatic)
 - b. President-elect—Casper Wiggins
 - c. Secretary—Paul Shoemaker
 - d. Treasurer—Larry Walther
 - e. At-large member—Mary Stone
5. Bruce Behn led a discussion regarding our AICPA administration fee. The FSA currently pays \$35,000 a year for the services provided by the AICPA. However, Denny Reigle brought to our attention that the original FSA/AICPA agreement included an annual 4 percent increase (escalation clause), which has never been enforced. The consensus of the Board was that the base fee is reasonable but that Bruce should work with Denny to try to negotiate a new contract to eliminate the escalation clause.

6. At the February meeting a subcommittee was formed (Bruce, Kathy, Blane) to explore different ways to attract top accounting students into academia and to find funding sources. From this, the FSA will co-sponsor (along with the APLG and AAA) a Ph.D. coordinators' breakfast at the AAA meetings in Chicago in August to get this very important group together and learn about the issues from their perspective. The estimated cost is \$3,000. Several other ideas were forwarded but at this time no other initiatives were begun (i.e., at the present time there are a number of ongoing projects by the firms and other organizations).
7. Jerry Trapnell gave an AACSB update. Jerry reported the following developments:
 - a. An international accounting component has been added to the accounting standards.
 - b. AACSB is working toward more interactive relationships with FSA, APLG, and AAA.
 - c. Data base access for accounting programs is now online.
 - d. AACSB is facilitating an AQ bridge program. This initiative is attempting to attract Ph.D.s from other fields into accounting. Several schools are currently involved.
 - e. The PQ bridge program continues at USC and UC Irvine. Two sessions have been completed and a third will be held in July. After July, future sessions will rotate among schools around the country.
8. Jerry Trapnell gave a NASBA update. NASBA recently met in Dallas. Issues related to rules 5.1 and 5.2 are essentially resolved except for the ethics component. Still unresolved is whether to integrate ethics throughout the curriculum or to require a separate ethics course.
9. The FSA/APLG meeting in February 2008 will be held in Charleston, SC. Martha Doran (FSA) and Jim Young (APLG) are the representatives planning the meeting. Martha gave a briefing of meeting plans-to-date. Dan reminded the planners that \$10,000 remains in the budget for a "significant" speaker for the February 2008 meeting.
10. Kathy Schoztic gave a preview of the faculty consortium program. She acknowledged Michelle Phillips' diligent work to help organize the logistics of the program.
11. Dan Hollingsworth discussed "fellows programs" of other professional societies for the Board to consider. Specifically, the Board was asked whether such a program would be good for the FSA to consider. A bylaw change would be required. The consensus was favorable. Dan and Bruce will propose specifics, solicit feedback from school administrators, and bring the results/recommendations to the August meeting.

The meeting was adjourned at 1:35 p.m.

Respectfully submitted,



Paul Shoemaker
Secretary