

January 30, 2012

Steven Stucky, Peer Review Committee Chair
Indiana CPA Society
8250 Woodfield Crossing Boulevard, Suite 100
Indianapolis, IN 46240

Dear Mr. Stucky:

On December 5, 2011, the AICPA Peer Review Board Oversight Task Force accepted the report and letter of procedures and observations on the most recent oversight visit for the Indiana CPA Society, the administering entity for the AICPA Peer Review Program, and the administering entity's response thereto. A copy of this acknowledgement, the two oversight visit documents, and your response will be posted to the AICPA Peer Review Program Web site.

The next state oversight visit will be in 2013.

The AICPA Peer Review Board appreciates your cooperation and efforts in making the peer review program a success.

Sincerely,

Randy Watson

Randy Watson, Chair
Oversight Task Force
AICPA Peer Review Board

cc: Gary Bolinger, President and CEO
Nicole Favors, Peer Review Manager
Lisa Joseph, AICPA Peer Review Program Technical Manager



INCPAS Peer Review Program
Administered by the Indiana CPA Society
Administering Entity Approved by the Indiana Board of Accountancy



AICPA Peer Review Program
Administered in Indiana by the
Indiana CPA Society

September 13, 2011

Randy Watson, Chair, Oversight Task Force
Oversight Task Force
AICPA Peer Review Board
Palladian I Corporate Center
220 Leigh Farm Road
Durham, NC 27707-8110

Re: Oversight Visit to Indiana CPA Society

Dear Mr. Watson:

This letter represents our response to the report and letter of procedures and observations issued in connection with the review of the Indiana CPA Society's administration of the AICPA Peer Review Program performed on July 26th and 27th, 2011. The oversight visit documents have been disseminated to all peer review program committee members, administrative staff, and technical reviewer(s). We are pleased to note there were no specific deficiencies or observations included in the oversight documents on which a written response was required. This letter represents our acknowledgement of the oversight visit.

We appreciate Arthur L. Sparks, Jr's review of our administration of the AICPA Peer Review Program.

Sincerely,

Steven K. Stucky, CPA, Chair, Indiana CPA Society Peer Review Committee

Oversight Visit Report

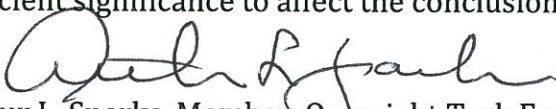
July 27, 2011

To the Indiana CPA Society Peer Review Committee

We have reviewed Indiana CPA Society's administration of the AICPA Peer Review Program as part of our oversight program. Our procedures were conducted in conformity with the guidance established by the AICPA Peer Review Board (board) as contained in the *AICPA Peer Review Program Oversight Handbook*. The administering entity is responsible for administering the AICPA Peer Review Program in compliance with the *AICPA Standards for Performing and Reporting on Peer Reviews*, interpretations, and other guidance established by the board. Our responsibility is to determine whether (1) administering entities are complying with the administrative procedures established by the board as set forth in the *AICPA Peer Review Program Administrative Manual*, (2) the reviews are being conducted and reported upon in accordance with the standards, (3) the results of the reviews are being evaluated on a consistent basis by all administering entity peer review committees, and (4) information disseminated by administering entities is accurate and timely.

Based on the results of the procedures performed, we have concluded that the Indiana CPA Society has complied with the administrative procedures and standards in all material respects as established by the board.

As is customary, we have issued a letter of oversight visit procedures and observations that details the oversight procedures performed and sets forth recommendations that were not considered to be of sufficient significance to affect the conclusions expressed in this report.

A handwritten signature in black ink, appearing to read "Arthur L. Sparks".

Arthur L. Sparks, Member, Oversight Task Force
AICPA Peer Review Program

July 27, 2011

To the Indiana CPA Society Peer Review Committee

We have reviewed Indiana CPA Society's administration of the AICPA Peer Review Program as part of our oversight program and have issued our report thereon dated July 27, 2011. That report should be read in conjunction with the observations in this letter, which were considered in determining our conclusions. The observations described below were not considered to be of sufficient significance to affect the conclusions expressed in that report.

The oversight visit was conducted according to the procedures in the *AICPA Peer Review Program Oversight Handbook*. An oversight program is designed to improve the administering entity's administration of the AICPA Peer Review Program through feedback on its policies and procedures, and to provide resource assistance from an AICPA Peer Review Board Oversight Task Force member on both technical and administrative matters.

In conjunction with the oversight visit of the Indiana CPA Society, the administering entity for the program, conducted on July 26th and 27th, 2011, the following observations are being communicated.

Administrative Procedures

On the morning of July 26th, 2011, I met with the Peer Review Manager to review the program's administration. I believe the administrative processes were being handled in a manner consistent with peer review standards.

I reviewed the files, which were still open due to follow-up actions, which had not yet been completed. I found that the follow-up actions were being effectively monitored for completion by the administrative staff and the peer review committee.

I also reviewed the policies and procedures for the granting of extensions. I found that the Peer Review Manager handles short-term extension requests with discussion from the committee when the circumstances warrant.

I also reviewed the timeliness of the scheduling process, technical reviews, and the preparation of acceptance and follow-up letters. I found no problems in these areas.

The Indiana CPA Society has developed a back-up plan to support the Peer Review Manager and the technical reviewers if they become unable to serve in their respective capacities.

Web Site and Other Media Information

I met with the Web site manager to review the administering entity's procedures to determine if the information disseminated regarding the AICPA Peer Review Program by the administering entity on their Web site and other media information is accurate and timely.

After the AICPA staff's review of the Web site material and other media information, I noted that the administering entity maintains current information as it relates to the peer review program. In addition, the administering entity has an individual who is responsible for maintaining the Web site and monitors the Web site to ensure peer review information is accurate and timely.

Working Paper Retention

I reviewed the completed working papers for several reviews and found compliance with the working paper retention policies.

Technical Review Procedures

I met with the technical reviewers, to discuss procedures. They perform all technical reviews and are experienced reviewers.

I reviewed the reports, letters of response, if applicable, and the working papers for all fourteen reviews being presented to the three report acceptance bodies (RAB) on July 27, 2011. I believe that all review issues were addressed properly by the technical reviewers before reviews were presented to the committee. This helped the acceptance process to be effective and efficient.

Review Presentation

Reviews are brought to the committee without open technical issues. Accordingly, it was not necessary for the RAB to spend a great deal of time reviewing specific technical issues.

Committee and RAB Procedures

I met with the committee chair and discussed their procedures for disseminating the comments resulting from the AICPA working paper oversights to the appropriate individuals. It was determined the committee issued reviewer feedback when appropriate.

On July 27, 2011, I attended the on-site RAB and peer review committee meeting. I observed the RAB's acceptance process and offered my comments at the close of discussions.

The RAB meeting was very orderly and it was apparent that the members had reviewed the reports and working papers thoroughly prior to the meeting and had a good understanding of the Program to reach an appropriate decision for each review.

Appropriate decisions were made in the acceptance process, appropriate follow-up actions were assigned and reviewers were being appropriately monitored. Reviews were being presented to the RABs on a timely basis.

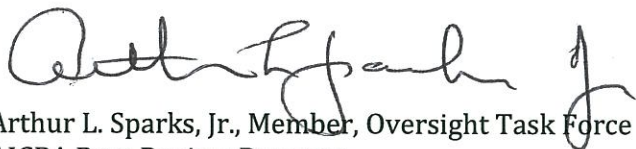
Oversight Program

The Indiana CPA Society's peer review committee has adopted a formal oversight program that is well documented. I reviewed the document and procedures performed and found it to be comprehensive.

However, I believe that the formal oversight program should have discovered the inadequate number of hours of CPE obtained by some of the technical reviewers.

Summary

There are no further observations to be communicated to the Indiana CPA Society.

A handwritten signature in black ink, appearing to read "Arthur L. Sparks, Jr.", written in a cursive style.

Arthur L. Sparks, Jr., Member, Oversight Task Force
AICPA Peer Review Program