

**Indiana CPA Society
Case Competition 2006**

You are Karen Jacobs, CPA, a partner in the CPA firm of Stevens, Jacobs and Cummings, LLC and member of the Indiana CPA Society and the American Institute of Certified Public Accountants. You have been asked to serve on an AICPA Task Force to Create Value in the Peer Review Process.

As a member of this Task Force, your job is to make a recommendation on initiatives that create value in the process for firms, clients and third party users through the peer review process. Recommendations should encourage better communication of objectives, procedures and results of oversight to the public throughout the process. The Task Force report will be reviewed by the AICPA Board of Directors, and once approved, sent to state CPA societies and peer review firms for consideration and implementation.

Requirements

Using the information provided in the case, industry publications, new articles, and other relevant information, please compose the AICPA Task Force Report for the Board of Directors. Make sure you address the following issues:

- I. Peer review transparency**
- II. Peer Review Reporting Model**
- III. Peer review purpose: Should it be educational and remedial or punitive?**
- IV. Corrective action to protect the public**
- V. Practical application of the peer review process to the firm being reviewed – how should/could a firm use the process and its results to bring value to their firm?**
- VI. Recruiting and training qualified reviewers**