

Ethics for Florida CPAs

Table of Contents

Chapter 1 – Ethics and Ethical Behavior.....	1
Learning Objectives	1
Introduction.....	1
The Concept of Ethics.....	1
Relationship Between Morals and Ethics.....	1
Legal, Ethical, and Moral.....	2
Causes of Unethical Behavior in Business	3
Reasoning and Dilemmas	4
Approaches to Ethical Behavior	4
Corporate Ethical Development Model	6
Review Questions.....	8
Review Answers	9
Chapter 2 – AICPA Code of Professional Conduct.....	11
Learning Objectives	11
Introduction.....	11
Core Principles	11
Ethical Decision-Making Framework	13
Conceptual Framework Approach	13
Applying Threats and Safeguards Approach to Ethics Violation Cases	17
Ethical Conflicts Unrelated to Threats	18
Ethical Rules of Conduct.....	18
1.100 – Integrity and Objectivity Rule	19
1.200 – Independence Rule	22
1.300 – General Standards Rule	32
1.310 – Compliance with Standards Rule.....	33
1.320 – Accounting Principle Rule.....	33
1.400 – Acts Discreditable Rule	34
1.510 – Contingent Fees Rule.....	37
1.520 – Commissions and Referral Fees.....	37
1.600 – Advertising and Other Forms of Solicitation Rule	38
1.700 – Confidential Client Information Rule.....	38
1.800 – Form of Organization and Name Rule.....	39
Case Studies of AICPA Ethics Violations	39
Review Questions.....	43
Review Answers	44
Chapter 3 – Florida Ethics.....	47
Learning Objectives	47
61H1 – Board of Accountancy Rules.....	47
Independence (61H1-21.001)	47
Integrity and Objectivity (61H1-21.002)	47
Contingent Fees (61H1-21.005)	47
Communication with Client of Another Certified Public Accountant (61H1-21.006).....	48
Competence (General Standards) (61H1-22.001)	48
Confidential Client Information (61H1-23.001).....	48
Records Disposition Responsibility (61H1-23.002)	48
Advertising (61H1-24.001)	49
Form of Practice and Name-Shared Office Space (61H1-26.001).....	50
Licensure of Florida Certified Public Accountant Firms (61H1-26.003).....	51
Changes by Firms (61H1-26.004)	51
Change of Address of Record (61H1-26.005).....	52
Florida 473: Regulation of Professions and Occupations – Public Accountancy.....	52
Definitions (473.302(8)).....	52

Table of Contents

Board of Accountancy (473.303).....	53
Licensure (473.308).....	53
Practice Requirements (473.309).....	54
Licensure of Firms or Public Accounting Firms (473.3101)	54
Continuing Education (473.312).....	55
Peer Review (473.3125)	56
Certified Public Accountants Licensed in Other States (473.3141).....	56
Independence and Technical Standards (473.315).....	57
Communications Between the Accountant and Client Are Privileged (473.316)	57
Ownership of Working Papers (473.318).....	58
Commissions or Referral Fees (473.3205)	58
Fictitious Names (473.321)	58
Prohibitions and Penalties (473.322).....	59
Disciplinary Proceedings – Chapter 455 and Chapter 473	59
Disciplinary Proceedings (455.225)	59
Grounds for Discipline and Enforcement (455.227 and 473.323)	60
Criminal Proceedings Against Licensees (455.2274).....	62
Penalty for Giving False Information (455.2275).....	63
Review Questions.....	64
Review Answers	65
Appendix.....	67
AICPA Ethics FAQs	67
AICPA Practice Aid.....	76
Glossary.....	79
Index	83