S T A T E O F N E W Y O R K

4039

2011-2012 Regular Sessions

I N A S S E M B L Y

February 1, 2011

Introduced by M. of A. ENGLEBRIGHT -- read once and referred to the Committee on Higher Education

AN ACT to amend the education law, in relation to prohibiting accountants from providing financial or accounting services to certain corporations audited by such accountant

THE PEOPLE OF THE STATE OF NEW YORK, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

Section 1. The education law is amended by adding a new section 7411 to read as follows:

S 7411. PROHIBITION. NO CERTIFIED PUBLIC ACCOUNTANT, PUBLIC ACCOUNTANT, OR EMPLOYEE, PARTNER OR ASSOCIATE OF SUCH ACCOUNTANT SHALL PROVIDE ACCOUNTING SERVICES, OTHER THAN THE PROVISION OF AN AUDIT, TO ANY CORPORATION, THE SHARES OR BONDS OF WHICH ARE PUBLICLY TRADED, UPON WHICH SUCH ACCOUNTANT HAS CONDUCTED AN AUDIT WITHIN THE PREVIOUS FIVE YEARS. THE BOARD OF REGENTS SHALL PROMULGATE ANY RULES AND REGULATIONS NECESSARY TO IMPLEMENT THIS SECTION.

S 2. This act shall take effect on the one hundred twentieth day after it shall have become a law; provided that any rules and regulations necessary to implement the provisions of this act on its effective date are authorized and directed to be promulgated on or before such date.

EXPLANATION--Matter in ITALICS (underscored) is new; matter in brackets [ ] is old law to be omitted.

LBD07437-01-1