



American Institute of
Certified Public Accountants

Mississippi Society of
Certified Public Accountants

An Independent Member of
CPA Associates International, Inc.,
A Worldwide Association of Accounting Firms

EUBANK BETTS

Eubank, Betts, Hirn, Wood, PLLC

A Professional Limited Liability Company
CERTIFIED PUBLIC ACCOUNTANTS

3820 I-55 North, Suite 100
Jackson, MS 39211

Post Office Box 16090
Jackson, MS 39236-6090

Phone: 601-987-4300
Fax: 601-987-4314

www.eubankbetts.com

SYSTEM REVIEW REPORT

November 6, 2012

To the Shareholders
Donald, Tucker, Betts & Fuller, APAC
and the Peer Review Committee of the
Society of Louisiana Certified Public Accountants

We have reviewed the system of quality control for the accounting and auditing practice of Donald, Tucker, Betts & Fuller, APAC (the firm) in effect for the year ended June 30, 2012. Our peer review was conducted in accordance with the Standards for Performing and Reporting on Peer Reviews established by the Peer Review Board of the American Institute of Certified Public Accountants. The firm is responsible for designing a system of quality control and complying with it to provide the firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. Our responsibility is to express an opinion on the design of the system of quality control and the firm's compliance therewith based on our review. The nature, objectives, scope, limitations of, and the procedures performed in a System Review are described in the standards at www.aicpa.org/prsummary.

As required by the standards, engagements selected for review included audits performed under *Government Auditing Standards* and audits of employee benefit plans.

We noted the following deficiencies during our review:

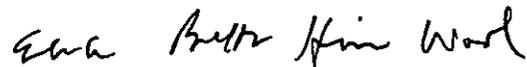
1. **Deficiency**—The firm's quality control policies and procedures require that the firm comply with professional standards on accounting and auditing engagements, including required disclosures and financial statements. During our review of selected compilation engagements, we noted that a statement of cash flows was not prepared when it was required, and that the recording of comprehensive income and deferred income taxes was not properly made. In both cases, issuance of the subsequent period's financial statements is imminent; the firm should apply the corrections to those financial statements.

Recommendation—The firm's policies and procedures should be revised to ensure documentation of all procedures, including completion of appropriate disclosure checklists, for all compilation engagements.

2. Deficiency—The firm's policies and procedures do not require involvement of a second partner on audit or accounting engagements. For an audit of a bank, we found that specific loan files and journal entries were not tested, nor is there documentation involving use of a specialist or the processing of transactions by a service bureau. Because planning for the subsequent year's engagement is presently in process, such procedures should be performed, and so documented, in connection with the subsequent year's engagement.

Recommendation—We recommend that the firm implement a requirement that a second partner in the firm perform and document his review of all audit engagements, and be involved in the planning process on such engagements. This review should include all significant workpapers, checklists and programs prepared during the engagements.

In our opinion, except for the deficiencies described above, the system of quality control for the accounting and auditing practice of Donald, Tucker, Betts & Fuller, APAC in effect for the year ended June 30, 2012, has been suitably designed and complied with to provide the firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. Firms can receive a rating of *pass*, *pass with deficiencies*, or *fail*. Donald, Tucker Betts & Fuller, APAC has received a peer review rating of *pass with deficiencies*.



EUBANK BETTS HIRN WOOD, PLLC

DONALD, TUCKER, BETTS & FULLER

A PROFESSIONAL ACCOUNTING CORPORATION

CERTIFIED PUBLIC ACCOUNTANTS
2806 KILPATRICK BOULEVARD
MONROE, LOUISIANA 71201-5139

BARNEY M. TUCKER, CPA
STAN FULLER, CPA

www.dtbepa.com

SAM DONALD, JR., CPA (Retired)
BRUCE W. BETTS, CPA (1950 - 2001)

TELEPHONE (318) 387-0376
FACSIMILE (318) 322-1911

MAILING ADDRESS:
P. O. BOX 4088
MONROE, LA 71211-4088

December 6, 2012

Stacey Lockwood
Peer Review Program Director
Society of Louisiana Certified Public Accountants

Ladies and Gentlemen:

This letter represents our response to the report issued in connection with the peer review of the firm's system of quality control for the accounting and auditing practice in effect for the year ended June 30, 2012. The corrective actions discussed in this letter will be monitored to ensure that they are effectively implemented as part of our system of quality control.

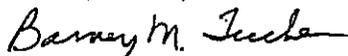
1. The firm modified its quality control policies and procedures to require the use of practice aids to document procedures performed on review and compilation engagements, which include required financial statements and note disclosures. Staffs were instructed to ensure that these aids are utilized appropriately when performing engagements. Partners were instructed to ensure that these aids were being utilized appropriately when reviewing engagements. This policy was discussed in a recent meeting held with staffs and partners.
2. The firm also modified its quality control policies and procedures to place a greater emphasis on partner involvement in the planning stage of all audit engagements, and the requirement for a second partner review of those engagements. The revised policies and procedures require the engagement partner to document his or her timely involvement in the planning process in the planning section of the written work program. The revised policies and procedures require that a second partner review be performed on those audit engagements, including work papers, checklists and programs. The importance of proper planning, including timely partner involvement and review, to quality work was also emphasized in the recent meeting held with staffs and partners referred to above.

As mentioned above, these corrective actions will also be emphasized in our monitoring procedures and internal inspection.

We believe these actions are responsive to the findings of the review.

Sincerely,

Donald, Tucker, Betts & Fuller, APAC



Barney M. Tucker
Partner



LCPA Peer Review Program
Administered in Louisiana by the
Society of Louisiana CPAs



AICPA Peer Review Program
Administered by the
Society of Louisiana CPAs

January 22, 2013

Barney M Tucker, CPA
Donald, Tucker, Betts & Fuller, A Professional Accounting Corporation
2806 Kilpatrick Blvd
Monroe, LA 71201

Dear Mr. Tucker:

On January 22, 2013 the Society of Louisiana CPAs Peer Review Committee accepted the report on the most recent system peer review of your firm and your firm's response thereto.

The Committee accepted the aforementioned documents with the understanding that the firm will:

- ensure that all professional staff in your firm who work on accounting and auditing engagements participate in at least 16 hours of continuing professional education to include 8 hours in the area of compilation and review and 8 hours in the area of financial statement disclosures no later than June 30, 2013. Please send a letter to the Committee detailing the courses taken by each individual within thirty days of that date, along with proof of attendance at the courses. Self study, teleconferences or webcasts will not satisfy this requirement. If you have taken CPE in this or similar areas in the previous six months, please contact the peer review department to determine if the course qualifies.

This review is not considered accepted until we receive the signed document.

State Board Rule 46:XIX:1503.A.5 provides that timely completion of a peer review of firms that have performed attest services (e.g., compilations, reviews, audits, agreed upon procedures, etc.) is required in order to maintain and renew a CPA firm permit to practice.

As defined in Interpretation 25-2 of the Standards the review will not be considered complete until the committee accepts the report and letter of response (if applicable) or decides that the reviewed firm has performed the agreed-to corrective action(s) to the committee's satisfaction and the committee requires no additional corrective action(s) by the reviewed firm. This date is noted in a final letter from the administering entity to the reviewed firm and is posted on the State Board secure website.

Letter ID: 763455

Your firm's agreement to take this action voluntarily demonstrates its commitment to the objectives of the profession's practice-monitoring programs. Please acknowledge that agreement by returning a signed copy of this letter to us via email gsnyder@lcpa.org or fax 985-764-4345.

Sincerely,
SOCIETY OF LOUISIANA CPAs



Stacey Lockwood
Peer Review Program Director
slockwood@lcpa.org 504 904-1136

cc: James E Wood

Firm Number: 10017372 Review Number: 337012

Acknowledged for the Firm:

Signature: Barney M. Tucker Date: 1/23/13