

Tennessee CPA Journal
Self-Study CPE Exam

Sponsored by the
Educational & Memorial Foundation of the
Tennessee Society of CPAs
Recommended CPE Credit: 1 hour

Issue Date: August/September 2009
Exam valid through March 1, 2010.
Must be postmarked on or
before March 1, 2010.

If you are not a member of TSCPA, please enclose a check for \$20 payable to the Educational & Memorial Foundation of TSCPA.

Instructions:

Members may earn free CPE by reading the Tennessee CPA Journal. To be eligible for continuing professional education credit, you should spend approximately one to two hours reading the material in the current issue of the Tennessee CPA Journal. Then answer the following questions by darkening the circle which represents the best answer. Certify that you have completed the reading requirement for this exam by signing below. You must answer five of the seven questions correctly to receive credit. You should receive a copy of your graded test within four weeks of the date of submission. If you have not received a response within this time, please call TSCPA at 615/377-3825 or toll-free 1-800/762-0272. This program has been approved by the Tennessee State Board of Accountancy. This exam qualifies for credit under the reporting sub-category "Other - Code 10." **CPAs licensed to practice in Tennessee may earn up to 20 percent of their total CPE requirements through this type of examination.**

- | | True | False |
|---|-----------------------|-----------------------|
| From "In-House Loan Programs: Applicable Federal and Tennessee Consumer Lending Laws" | | |
| 1. A consumer lender is a person who regularly extends credit to consumers solely for commercial purposes. | <input type="radio"/> | <input type="radio"/> |
| 2. TILA provides that a person who extends consumer credit more than 25 times in a calendar year is a creditor. | <input type="radio"/> | <input type="radio"/> |

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|--|-----------------------|-----------------------|
| From "Tennessee Tax Changes are Focus of May 2009 TSCPA State Tax Committee Meeting" | | |
| 3. To qualify for the FONCE exemption, the law states that none of an entity's gross income be derived from "passive income" sources such as interest, dividends and rent. | <input type="radio"/> | <input type="radio"/> |
| 4. The state has adopted a limit on rent expense paid to an affiliated entity of five percent per month of the property's tax appraised value. | <input type="radio"/> | <input type="radio"/> |
| 5. The green energy credit now applies to integrated suppliers, integrated customers and campus affiliates of a manufacturer who meets the requirements of a green energy supply chain manufacturer. | <input type="radio"/> | <input type="radio"/> |

- | | | |
|---|-----------------------|-----------------------|
| From "Are Your Reports Materially Misstated?" | | |
| 6. CPAs are qualified to issue a review or audit report as long as they comply with the requirement of independence. | <input type="radio"/> | <input type="radio"/> |
| 7. A defective compensation system is any that causes employees to act in a way that's undesired or conflicts with the goals of the entity or causes them to break the law, abuse their trust or commit unethical acts. | <input type="radio"/> | <input type="radio"/> |

Return the original, completed test to:

Tennessee Society of CPAs
201 Powell Place
Brentwood, TN 37027

For official use only:	Date Received: _____
<input type="radio"/> Three or more questions were answered incorrectly; therefore, credit is not granted. <input type="radio"/> All requirements have been successfully completed. One hour of continuing professional education credit as set out by the Tennessee CPA Journal Self-Study Exam guidelines is granted. <input type="radio"/> You failed to sign below for credit. After doing so, you do not need to return this form.	
Date Graded: _____	Examiner: _____

I certify that I have read the August/September 2009 Tennessee CPA Journal, from which these questions were taken.

Signature: _____

(Please print the information below. **Must** be legible for Post Office to use as return address.)

Name: _____ Date submitted: _____

Address: _____ Member of TSCPA? () Yes () No

City, State, Zip: _____ E-mail: _____

Optional question: What topic would you like to read about in the *Tennessee CPA Journal*? _____