

Connecticut Society of CPAs
Annual Report on Peer Review Activities
Approved on January 12, 2026 by the Peer Review Committee

I. Administering Entity Oversight Process and Procedures

Oversight is a process where a firm’s review/reviewer is observed by another peer reviewer. The AICPA sets the minimum number of system and engagement review oversights required by each administering entity annually. For 2025 The CTCPA program was required to perform the minimum number of oversights, two engagement oversights and two system oversights.

A member of the CTCPA’s Peer Review Committee or other approved qualified individual performs the oversight. The individual performing the oversight decides whether it should be performed on-site or offsite depending on factors including whether the reviewer is performing the review on or off-site.

Oversight may include visiting the firm as part of the peer review process or reviewing specific engagements. Alternatively, oversight may be performed after the review is complete. Oversight includes review of the reports, financial statements, and firm work papers.

Firms may be chosen for oversight based on several factors including but not limited to the types of peer review reports previously received, high risk engagements performed by the firm, or if it’s the firm’s first peer review.

Reviewers may be chosen for oversight due to factors including but not limited to a reviewer who issues an atypical percentage of pass peer review reports, conducting reviews for firms with audits in high-risk industries, or known performance deficiencies. Reviewers may also be chosen randomly, or on a rotating basis.

2025 Oversights performed:	Total Reviews Accepted	Reviews chosen for oversight	Percentage of reviews chosen for oversight	Must Select Engagements
Engagement	43	2	4.7%	n/a
System	34	2	5.9%	0
Total	77	4	5.2%	0

II. Summary of the Peer Review Program

- 1) As of December 31, 2025, The Connecticut Society of CPAs administers peer reviews for 249 firms enrolled in the AICPA program.

number of A & A professionals	engagement reviews	system reviews	totals
1	54	12	66
2 - 5	70	45	115
6 - 10	20	23	43
11 - 15	3	11	14
16 - 20		5	5
21 - 25		6	6
totals	147	102	249

- 2) Results of Peer Reviews Accepted During the Year 2025.

- a) Results by Type of Peer Review and Report Issued

System Reviews	number	%
Pass	28	82.35%
Pass with deficiency(ies)	5	14.71%
Fail	1	2.94%
Total	34	100.00%
Engagement Reviews	number	%
Pass	34	79.07%
Pass with deficiency(ies)	7	16.28%
Fail	2	4.65%
Total	43	100.00%

b) Type and Number of Reasons for Report Deficiencies for System Reviews

Leadership responsibilities for quality within the firm (“the tone at the top”)	0
Relevant ethical requirements	0
Acceptance and continuance of client relationships and specific engagements	3
Human resources	2
Engagement performance	3
Monitoring	1
Total	9

c) Number of Engagements Not Performed or Reported on in Conformity with Professional Standards in All Material Respects (Nonconforming engagements)

Engagement Type	Number of Engagements		%
	Reviewed	Nonconforming engagements	
Audits:			
Single Audit	9	3	33.33%
Government Auditing Standards –			
All Other	7	1	14.29%
ERISA	14	0	0.00%
Other	39	3	7.69%
Reviews	63	5	7.94%
Compilations and Preparations:			
With Disclosures	47	4	8.51%
Omit Disclosures	67	2	2.99%
Agreed Upon Procedures	9	0	0.00%
Other SSAEs	1	0	0.00%
Totals	256	18	7.03%

d) Summary of Required Follow-up Actions (includes corrective actions and implementation plans)

Type of Follow-Up Action	
Agree to take/submit proof of certain CPE	18
Submit to review of nonconforming engagements	2
Agree to pre-issuance reviews	5
Agree to post-issuance reviews	2
Agree to review of remedial actions	8
Team Captain to review Quality Control Document	1
Other	1
Total	37

III. Oversight Process

Oversight Results

a) Peer reviews

Type of Peer Review	Must-Select Engagement (GAGAS, ERISA, FDICIA, SOC)	Total Oversights
System	0	2
Engagement	n/a	2

b) Oversight Performed on the AE

The results of our most recent oversight performed by the AICPA Oversight Task Force are available on the [AICPA's website](#).