Amend 2 Cal. Code Regs., Section 18994 to read:

§18994. Auditing and Investigations.

Audits and investigation conducted by the Franchise Tax Board and the Commission pursuant to Government Code Section 90000, et seq. shall be made as follows:

(a) To the extent applicable, in accordance with generally accepted auditing standards as prescribed by the authoritative bodies of the accounting profession; and

(b) To the extent necessary, using other tests of accounting records and auditing procedures appropriate under the circumstances of each audit or investigation.