Letter of Comment No: 3848
File Reference: 1102-100

RWA & Associates LLC

May 27, 2004

Director of Major Projects—File Reference No. 1102-100

Robert H. Herz, Chairman
Order Department, Financial Accounting Standards Board
401 Merritt 7, P.O. Box 5116
Norwalk, CT 06856-5116

Dear Chairman Robert H. Herz,

I am writing to you today to express my concern over the FASB's proposal for mandatory expensing of stock options by small business owners. Personally, as a member of the small business community, I believe this proposal would wind up being cost prohibitive to companies from an accounting standpoint. This practice would force companies to report expenses before the money is even spent, and which would not be spent until the employee exercises that stock option.

If the FASB tries to make mandatory expensing a requirement I am certain that the end results would be detrimental not only to small businesses across the nation but to our overall economy which is just now starting to see a recovery. That is why I am asking you to stand against this proposal in order to keep our free enterprise system functioning at its best.

Although I realize that you are an extremely busy individual who does not have time to acknowledge every request from all of your constituents, I think you will agree that this particular issue directly affects the personal freedoms, jobs, and economic growth of every citizen throughout America. Therefore, I ask you to do everything in your power to insure the future success of small businesses throughout our great nation by opposing this proposal. Thank you for your time.

Regards,

Wayne Allen

Wayne Allen

Wayne Allen
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