

PUBLIC SESSION MINUTES
North Carolina State Board of CPA Examiners
September 24, 2012
1101 Oberlin Road
Raleigh, NC 27605

MEMBERS ATTENDING: Jose R. Rodriguez, CPA, President; Wm. Hunter Cook, CPA, Vice President; Maria M. Lynch, Esq., Secretary-Treasurer; Barton W. Baldwin, CPA; Jordan C. Harris, Jr.; and John M. Kledis, CPA.

STAFF ATTENDING: Robert N. Brooks, Executive Director; J. Michael Barham, CPA, Deputy Director; David R. Nance, CPA, Deputy Director; Frank Trainor, Esq., Staff Attorney; Lisa R. Hearne, Manager-Communications; Ann J. Hinkle, Manager-Professional Standards; Buck Winslow, Manager-Licensing; and Noel L. Allen, Esq., Legal Counsel.

GUESTS: James T. Ahler, CEO, NCACPA; Sharon Bryson, COO, NCACPA; Sammy Williams, CPA, NCACPA; Suzanne Jolicoeur, Senior Manager, State Regulation & Legislation, AICPA; George A. Watson, CPA; Chris Chargaris, Esq.; Lee Vlahos, Esq.; and Alexis Trost.

CALL TO ORDER: President Rodriguez called the meeting to order at 10:00 a.m.

MINUTES: The minutes of the August 20, 2012, meeting were approved as submitted.

FINANCIAL AND BUDGETARY ITEMS: The August 2012 financial statements were accepted as submitted.

Mr. Cook, Chair of the Audit Committee, presented the Draft Audit Report. Messrs. Cook and Baldwin moved to approve the Board Audit Report (Appendix I) for the year ending March 31, 2012. Motion passed.

STATE AND LOCAL ORGANIZATION ITEMS: Ms. Bryson thanked the Board for the CPA Day of Service article in the *Activity Review* and thanked Mr. Glover for his idea for the CPA Day of Service in North Carolina.

REPORT OF THE PROFESSIONAL STANDARDS COMMITTEE: Mr. Baldwin moved and the Board approved the following recommendations of the Committee:

- Case No. C2012181 - Robert C. Edminston - Approve the signed Consent Order (Appendix II).
- Case No. C2012133 - Donald H. Combs - Approve the signed Consent Order (Appendix III).
- Case No. C2012135 - Christine B. Hargett - Approve the signed Consent Order (Appendix IV).
- Case No. C2012138 - Robert F. Weidaw - Approve the signed Consent Order (Appendix V).
- Case No. C2012139 - R. Michael Witt - Approve the signed Consent Order (Appendix VI).

- Case No. C2012192 - J. Alvin Kpaeyeh - Approve the signed Consent Order (Appendix VII).
Case No. C2012141 - Joyce A. Swenson - Approve the signed Consent Order (Appendix VIII).
Case No. C2012269 - Close the case with prejudice.
Case No. C2011235 - Close the case without prejudice and with a Letter of Warning.

The Board approved the following Orders (Appendix IX) as consented to by the following individuals:

- Case No. C2011188 - Sheila M. Edmonds
Case No. C2012254 - Roger M. Jennings

Case No. C2012191 - Myra L. Davis - Messrs. Baldwin and Harris moved to permanently revoke the NC CPA Certificate issued to Myra L. Davis (Appendix X). Motion passed with six (6) affirmative votes and zero (0) negative votes.

REPORT OF THE PROFESSIONAL EDUCATION AND APPLICATIONS COMMITTEE:

Ms. Lynch moved and the Board approved the following recommendations of the Committee:

Transfer of Grades Applications - The following were approved:

Kimberly Anne Cornell	Cason Brewer King
Karina Falcon	Patrick Kabiro Wanyinyi

Original Certificate Applications - The following were approved:

Oluwaseyi Bankole Adu	Elizabeth Garcia
Jonathan Sherman Antonio	Amber Lynn Gill
Jason Brian Baillargeon	Jamal A. Gorrick
Maureen Moloney Bair	Asha Rashid Guta
Elena Vasilevna Baker	Kristen LeAnne Harris
Tony Lee Brewer	Samuel Hofmayer Hess
Carol Lynn Burton	Myron Stefan Jacobs
Andrew Thomas Castelloe	Keturah Sharee June
Di Chen	Cason Brewer King
Allayna Lopossay Cockman	Bryan Carroll Lackey
David Lyle Comer	Catherine Marie Lagasse
Julie Ann Cooper	Thomas W. Lee
Julianne Elliott Cordon	James Santino Leo
Kimberly Anne Cornell	Michael Philip Lucisano
Karina Falcon	Stewart Charles Lynam
Hunter Rourke Alexander Fava	Joshua Lee Mitchell
Kimberly Anne Fox	Carly Maegan Murph

Phillip Edward Norriss
Luke James-Earl O'Rourke
Kristen Nicole Pannell
Kathleen Patricia Power
Abigail Lindsay Richards
Haley Marie Roberts
Daniel Shane Ryan
Jennifer Lynn Simon
Alicia Gail Smith
Alicia Shatora Smith
David Anthony Steele
Indre Stunzenas

Christopher Drew Swanson
William Philip Taylor
Tomika Vonetta Thomas
Clinton Douglas Townsend
Wesley Jared Tyson
Maria Marcela Vega
Huimin Wang
Patrick Kabiro Wanyinyi
Amy Katherine Webb
Crystal Blackburn Wofford
Patrick Glenn Wright

Temporary Permits - The following temporary permits were approved by the Executive Director and ratified by the Board:

Gary Lee Shepherd T6953
David Michael Remele T6954
Bray Creech T6955
John Mark Kunst Sr. T6956
Frank Lane Jackson T6957
Tamara Ann Lee T6958
Carolyn Jean Bessler T6960
Paul Arthur Dayer T6961
Bethany Kate Wiggins T6962
Kimberly Ann Grabow T6963
Richard Rufus Rountree T6964
Eric Ryan Godfrey T6965
Shawn Michael Richardson T6975

Daryl Kenneth Morrison T6976
Kimberly Ann Rock T6977
Cordelia Gbemudu Davis T6978
Michael James OLeary Jr. T6979
Marisa Acree Shields T6980
John Thomas Caldwell T6981
Therese Marie Holmes T6982
Susan Nicole Hamilton T6983
Michelle Lee Harris T6984
David Martin Finkel T6985
Heather Lynn Guy T6986
Marcus Ray Bufford T6987

Reinstatements - The following were approved:

Jeffery Charles Bryan #26991
Terry Thomas Claiborne #18849
Anne Brown Jones #13989
Ryan Kessler Mulhearn #28932

Benjamin P. Rackley II #34331
Sandra Stephens Russ #29196
John H. Wood Jr. #22004

Reissuance of New Certificate - Applications for reissuance of new certificate submitted by the following were approved:

Andrew DeGregorio #35932

Debora Bollinger Wentz #15325

Reissuance of New Certificate and Consent Agreement - An application for reissuance of new certificate and consent agreement submitted by Kevin Michael McDonald (#24246) was approved.

Firm Registrations - The following professional corporations and professional limited liability companies were approved by the Executive Director and ratified by the Board:

Bray Creech, CPA, MBA, PLLC

Jillianne C. Tate, CPA, P.C.

Letters of Warning - Staff received renewals which listed 2010 CPE taken between January 1 and June 30, 2012, without an approved extension. Staff recommended a Letter of Warning for a first offense pursuant to 21 NCAC 08G .0406(b)(1). The Committee approved the staff recommendation for the following:

Robert Acuff #34706
Robert Adams #14549
Barbara Adler #30336
Nneka Amuta #35791
Torrell Armstrong #32980
Alexander Arndt #33341
Joseph Atwell #12973
Joseph Auer #34238
Ivory Bare #34257
William Baucom #36404
Antoine Beck #27664
Hans Beier #23630
Charles Bennett #14838
Ritchie Bond #12838
Janice Bourne #33764
Jennifer Bovender #27108
Daniel Bowman #26573
Larry Boykin #19226
John Briley #32136
Kirk Broadbooks #34265
Jude Broussard #35606
Ana Brugh #35583
Benny Buras Jr. #34719
Teresa Burgess #19559
Stephen Byrd #13679
Jo Cabaniss #22563
Joe Calderwood #35237
Holly Carpenter #33539

Jamie Casey #26528
Tong Chen #35761
Michael Cherry #23638
Curtis Clark #11969
David Clinton #35264
Heather Conklin #29442
Jerry Connor Jr. #30063
Michael Cook #29632
Gary Cooke #18214
Bradley Crossley #34129
Larry Davis #4276
Steven Dawson #24684
Jessica Daymude #35729
Daniel DoCabo #27611
Dania Duarte #33721
Kenneth Duarte #34502
Jaime Easley #31050
Bobby Eason #2802
William Eddings #36215
Stacy Eisenhauer #30303
Brittany Ellenburg #34995
Frances Ellington #35851
Juan Espina-Arroyo #31835
Gerald Evans #21576
Beth Farrington #20881
Tamara Ferrell #18973
Jessica Flynn #29316
Cheyenne Folland #28252

Cynthia Frey #24151
Barbara Frick #25972
Jackie Fryt #34433
Edward Fulbright #16582
Michelle Fulcher #31052
Vernon Gargus #32878
Tracy Gates #27347
Wendy Gates #35832
Lee Gauger #24694
Thomas Gawarecki #36107
Virginia Geltman #16372
Robert Goodman #14301
David Gospodarek #15792
Lois Green #33603
Cary Greenberg #33949
Jonathan Greene #30148
Katherine Griffin #31235
Jason Grooters #31448
Jeremy Gutkowski #34981
Kathryn Habluetzel #26534
Eric Halter #28547
Corbin Hankins #35762
Patawee Heasley #34216
Adrian Henning #35077
Margaret Hewitt #19146
Valerie Highsmith #27136
Jonathan Hill Jr. #18416
Robert Hillman #15655
Marissa Hinesley #33115
Matthew Hinson #35922
Jo Holloman #13706
William Holman #36082
Evan Hood #31317
Patricia Huffman #15937
James Hunt #12932
Gregory Isley #14236
Melissa Israel #29125
Michael Jakielski #13985
Deborah Jenkins #20011
Soo Hyun Johnson #34585
Charles Johnston Jr. #17029
David Johnston #19330

Stacie Jones #29946
Timothy Jones #16750
Catherine Joo #35770
Megan Judy #35289
Angela Keck #30051
Tracey Keele #28422
Rachel Keller #29054
Cindy Kelly #33840
Adam Knepp #36095
Anastasiya Krikunova #35050
Stacey Lanier #34694
Terri Lashley #36284
Haynes Lea #14420
Michael Leon #33684
Yuen Li #36351
Brian Lund #19156
Ray Lyles #10843
Paul MacDonald #24360
Haleh Mallernee #20059
Jeffrey Manning #33724
Heath Martin #36341
Nicholas Mathias #31179
Earl McBride II #28863
Cary McCormick #36469
Peter McDanel #16423
Anne McHugh #27759
Melanie McMaster #17970
Windi Measimer #28287
G. Merrell #19872
Andrew Mezwicki #36485
Curtis Michael #17363
Robert Mintmier #19632
Brant Moeller #35420
John Moore #24924
Justin Mosca #35276
Patricia Mueller #27154
Jannette Mullis #26954
Benjamin Murdock #33440
Mark Nelson #19066
Charles Neugent #35946
Teresa Newsom #17820
Denise Olexa #19432

Diana Page #33790
Karen Pardue #27806
Mina Park #35808
Theresa Parker #24712
Jeremy Parvin #28446
Delaine Pelt #28149
Clint Pete #24495
Renee Phillips #28591
Suzanne Plunket #33663
David Poisson #35763
Daniel Povia #20593
Tony Prince #15366
Claudia Putnam #15768
Douglas Queen #22672
F. E. N. Rascoe #26358
Ashley Raymer #23449
Vickie Reed #26143
John Reeder #34927
Roxianne Register #32581
Angela Reimels #30768
Kent Renner #22325
David Reynolds #20075
Eric Ridenour #24758
Laura Risey #29126
Tammy Roberts #24310
Rachel Rogers #34022
Vincent Romeo III #25838
Kimberlie Rudolph #34656
John Sapp #23273
Jeremy Sawyer #30977
Christopher Schneider #31702
Douglas Schrift #27168
Alexander Schwarz #19953
Virginia Sebra #33798
Kelly Senogles #31468
Ioulia Smirnova #33575

Stephen Smith #24838
Timothy Smith #33632
Andrew Spaulding #26975
Michael Spohn #24031
Darin Stafford #25222
Christopher Stanley #24263
Patrick Stanton #36314
Timothy Steele #35191
Todd Strange #14621
Lee-Jane Sun #33835
Chad Swanson #34963
Jane Sykes #21284
Richard Sykes #29007
Carlton Taylor #2754
Thomas Taylor #30836
C. Tedder #32986
Travis Tenney #28331
Amy Trojanowski #21505
Adrianna Vaughns #32187
John Walker #19546
Kevin Walser #20502
Jon Watkins #30413
Robert Weidaw #31149
Brooke Whalen #34254
Kimberly Wheeler #35373
Dale Whetstone #32873
Chenae White #34305
Barry Williams #36233
Jason Wimmer #28621
Tracy Windham #19553
Tracy Winkler #29543
Michael Woodson #21750
Anne Woody #20073
Barbara Worden #13741
Melissa Young #35643
Amy Yuen #35155

CPE Matters - Ms. Lynch reported that Mr. Kledis had a concern regarding the content of some CPE courses being offered by some CPE sponsors and that he would like to collect information regarding the content of those and other courses to ensure that the CPE courses were increasing the professional competence of the CPAs taking those courses.

Mr. Kledis had Mr. Winslow pass out the Board CPE course audit forms to the CPA Board members and encouraged them to audit the CPE courses that they are taking in an effort to collect information on course content.

Examinations - The Committee reviewed and approved the following staff-approved applicants to sit for the Uniform CPA Examination:

Sanjay Agarwal
Emmeline Aghapour
Aigul Amankulova
Catherine Ambler
Victoria Argus
Beren Armstrong
Pierce Autry
Lori Aveni
Irina Basarabeanu
Megan Bassett
Michelle Boch
Sally Brame
Jason Brett
Virginia Bridgman
Michael Brittain
Laurel Brown
Joseph Buckland
Kimberly Byrd
Nina Calderone
Ryan Campbell
Kelley Carter
Simion Cerchez
Abraham Chen
Ryan Christians
Nicholas Ciamaricone
Crystal Climer
Janet Cochrane
Catherine Collins
Susan Collins-Roberts
Clark Colosimo
Carrie Conder
Esperanza Cook
Allison Coward
Dominique Cox
Matthew Crocker

Scott Croner
Jose Cuellar Duarte
Brendan Dailey
Lauren Daughtry
Laura Davenport
Benjamin Davey
Bradley DeWeese
Ghassan Dib
Elizabeth Dinndorf
Sheri Dixon
Melissa Dougher
Melissa Ebili
Catherine Edwards
Veronica Edwards
Karl Ekberg
Peter Ekenstierna
Carla Elmore
Deborah Epperson
Luis Espinosa
Andrew Essic
Paulo Esteves Bonfim
Christine Farr
Carissa Frampton
Jonathan Frazier
Amelia Gayle
Cordny Gilchrist
Daniel Glasser
James Goodman
Elizabeth Greenstock
Ashlie Groff
Suzanne Hahn
Phillip Hale
Amanda Harrell
Brian Harris
Felicia Harris

Warren Harvey
Heather Hayes
Margaret Helton
Mara Henderson
George Hendrix
Shannon Henry
Jeremy Hiatt
Teresa Hinson
Andy Hoang
Steven Hogan
Ashley Holder
Alicia Holtsclaw
Susan Hood
Allison Howard
Brienne Hughes
William Huneycutt
Mark Hunike
Jennifer Jackson
Stacy James
Garrett Jernigan
Jessica Johannessen
Amy Johnson
Amy Johnson
Charlotte Keppler
Mansoor Khan
Zeeshan Khan
Kathy King
Perry King
Allison Klein
Ryan Kose
Rachel Landen
Ying Ying Lang
Callie Langston
Stephen Lashower
Timothy Lavender
Adam Lazovik
Bao-Tran Le
Esther Lee
He Li
Meng Li
Efthimios Lironis
Hongjie Liu
Michael Loman
Meredith Lowry

Kelly MacDonald
Isabell Maegebier
Maria Maldonado
Gurband Mann
Mark Maynard
Chad McManus
Addis Melesse
Kim Miller
Matthew Miller
Tyler Miller
Matthew Moffitt
Kimberly Mohr
Peter Molinari
William Montgomery
Alexander Moore
Bradley Moree
Matthew Morgan
Neal Morgan
Jacqueline Mulkey
Jack Murphy
Jordan Myers
Austin Newlin
Alexis Ng
Thao Nguyen
Christopher Niedermann
Farah Noameshie
Patrick Oglesby
Aaron Ordan
Jovanny Ortiz
Justin Oxford
Michael Palmer
Letitia Parker
Ankit Patel
Hemanginiben Patel
Komal Patel
Tonette Peace
Charise Peebles
Wendy Pendergraph
William Perrault
Steven Peterson
Marisa Pinero
Maribel Pinol
Emily Plauche
Terri Pompey

Sharon Pratto
Jason Priest
Eileen Purpur
Zoya Qureshi
Jessica Radford
Meredith Rawls
Catharina Ray
Barry Reese
Gwendolyn Reilly
Shaun Respess
Christopher Rezac
Judyth Riddick
Justin Rink
Jeremy Roberts
Marileigh Robertson
Seanna Robey
Jennifer Romanski
Meridith Rosborough
Jessica Rosera
Abraham Rubio
Aaron Salter
Rachael Savage
Stephen Schlachter
Christine Scott
Leslie Scott
Michael Sebeniecher
Anthony Serricchio
Marc Setless
Kushal Shah
Gabrielle Shahid
Ashlie Shepard
Daniel Shulman
Jake Sigler
Joseph Simmons
Stephen Skidmore
Kristen Smith
Aaron Sparrow
Carole Stack
Hannah Stamey
Hannah Stanley
Travis Starbuck

Jonathan Stark
Kyle Stephenson
Brandi Stevens
Joel Stocks
Jared Stone
Kourtney Swan
Queenie Tang
Natalie Tetterton
Jonathan Thornton
Deana Thorps
Emily Thronson
Andrew Tilley
Ryan Todd
Linda Torborg
Laura Tosti
Tara Tripp
Taresa Turner
Abigail Underwood
Caitlin Upperman
Adam Van Cleave
William Varnedoe, Jr
Nicki Vaughn
Robert Waldron
Akilah Waldron
Erica Walters
Shao Dong Wang
Heather Ward
Rachel Werner
Ashley White
MacKenzie White
Maggie Whitman
Gregory Wintermeier
Kurt Wohlgemuth
Julie Wolfe
Jonathan Wood
Joseph Wood
Elizabeth Workman
Melissa Young
Andrea Zahran
Maria Zavala
David Zukerman

Miscellaneous - Staff reviewed a request from Kay Foreman Flinn (#12711) on behalf of her father Thomas Lee Foreman (#1274) and recommended that he be allowed to keep his certificate but remain on forfeited status. The Committee approved staff recommendation.

Staff requested that the Committee review a hypothetical situation regarding a CPE matter; specifically the self-study ethics requirement. A licensee had taken 3.5 hours of self-study ethics in 2011 rather than the required 4 hours. The Committee voted to consider the licensee compliant with the ethics rule. The Committee made this decision because the ethics rule has since been amended so that now only 2 hours of self-study ethics are required annually.

PUBLIC HEARING: President Rodriguez called the public hearing to order to hear Case No. C2011044 - George A. Watson, NC CPA #18984. Mr. Watson was present at the hearing and was represented by counsel at the hearing. Mr. Watson, Lee Vlahos, Esq., and Robert N. Brooks were sworn and presented testimony. Messrs. Rodriguez and Baldwin moved to enter Closed Session to discuss the matter with Valerie Bateman, Esq. The Executive Director, Deputy Directors, Staff Attorney, and Legal Counsel were not present in the Closed Session. The Board re-entered the Hearing and Messrs. Baldwin and Harris moved to approve the Board Order (Appendix XI) dismissing the case. Motion passed with six (6) affirmative votes and zero (0) negative votes. The entire hearing is a matter of public record.

EXECUTIVE STAFF AND LEGAL COUNSEL REPORT: The Board reviewed and approved the 2013 Board Meeting schedule as presented by the Executive Staff.

ADJOURNMENT: Messrs. Cook and Kledis moved to adjourn the meeting at 11:40 a.m. Motion passed.

Respectfully submitted:

Attested to by:


Robert N. Brooks
Executive Director


Jose R. Rodriguez, CPA
President

**NORTH CAROLINA STATE BOARD
OF CERTIFIED PUBLIC ACCOUNTANT EXAMINERS**

FINANCIAL STATEMENTS

**FOR THE FISCAL YEARS ENDED
MARCH 31, 2012 AND 2011**

**FURR & NEWELL, LLP
CERTIFIED PUBLIC ACCOUNTANTS**

NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEARS ENDED MARCH 31, 2012 AND 2011

BOARD MEMBERS

Jose R. Rodriguez, CPA, President
William Hunter Cook, CPA, Vice-President
Maria M. Lynch, Esquire, Secretary-Treasurer
Barton W. Baldwin, CPA
Bucky Glover, CPA
Jordan C. Harris, Jr.
John M. Kledis, CPA

EXECUTIVE DIRECTOR

Robert N. Brooks

DEPUTY DIRECTOR

J. Michael Barham, CPA

STAFF ATTORNEY

Frank X. Trainor, Esquire

LEGAL COUNSEL

Noel L. Allen, Esquire

NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS

FOR THE FISCAL YEARS ENDED MARCH 31, 2012 AND 2011

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NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2012

The following is a discussion and analysis of the Board's financial performance for the fiscal year ended March 31, 2012. Please read it in conjunction with the financial statements which follow this section.

Financial Highlights

The operating revenues of the Board increased \$118,651, or 4.47%, due primarily to an increase in certificate renewal fees due to an increase in the annual renewal fee from \$50 to \$60.

The net non-operating revenues of the Board increased \$10,499, or 37.43%, due to a substantial increase in rental income.

The operating expenses of the Board decreased \$87,815, or 3.22%, due primarily to a decrease in exam vendor fees resulting from a decrease in the number of exam sections taken, a decrease in legal counsel and hearing expenses resulting from hiring a staff attorney, and an increase in reimbursements of administrative costs associated with disciplinary actions.

Overview of the Financial Statements

This discussion and analysis is an introduction to the Board's basic financial statements which are composed of two components: 1) financial statements, and 2) notes to financial statements. This report also contains required supplementary information in addition to the basic financial statements.

Basic Financial Statements

The financial statements of the Board report information about the Board using accounting methods similar to those used by private sector companies. These statements offer short and long-term financial information about the activities of the Board.

The Statements of Net Assets (page 5) present the current and non-current portions of assets and liabilities separately.

The Statements of Revenues, Expenses, and Changes in Net Assets (page 6) present information on how the Board's net assets changed as a result of the year's operations.

The Statements of Cash Flows (page 7) present information on how the Board's cash changed as a result of the year's activity.

NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2012

Basic Financial Statements – continued

The following presents condensed financial information on the operations of the Board:

	<u>As of and for the fiscal year ended March 31, 2012</u>	<u>As of and for the fiscal year ended March 31, 2011</u>
Current assets	\$ 819,214	\$ 1,027,442
Noncurrent assets	1,059,084	749,852
Capital assets-net of depreciation	1,029,998	911,349
Total assets	<u>2,908,296</u>	<u>2,688,643</u>
Current liabilities	549,586	508,127
Non-current liabilities	77,458	75,307
Total liabilities	<u>627,044</u>	<u>583,434</u>
Invested in capital assets	1,029,998	911,349
Unrestricted	1,251,254	1,193,860
Total net assets	<u>\$ 2,281,252</u>	<u>\$ 2,105,209</u>
Operating revenues	\$ 2,773,949	\$ 2,655,298
Operating expenses	2,636,454	2,724,269
Operating Income (loss)	137,495	(68,971)
Non-operating revenues	38,548	28,049
Change in net assets	<u>\$ 176,043</u>	<u>\$ (40,922)</u>

Events Affecting Future Operations

New Operating Lease - Effective December 2011, the Board entered into a lease agreement that requires the lessor to pay annual rent of \$30,000 which will increase non-operating revenues.

Building Renovations - The Board renovated its building during the 2011-2012 fiscal year at a total cost of approximately \$135,000. The renovations will be depreciated over a 20-year period at approximately \$6,750 per year.

Contacting the Board's Management

This financial report is designed to provide a general overview of the Board's finances and to demonstrate the Board's accountability for the money it receives and expends. If you have any questions about this report or need additional information, contact: North Carolina State Board of Certified Public Accountant Examiners, PO Box 12827, Raleigh, NC 27605-2827.

FURR & NEWELL, LLP
CERTIFIED PUBLIC ACCOUNTANTS
RALEIGH, NORTH CAROLINA

INDEPENDENT AUDITOR'S REPORT

Board of Directors
North Carolina State Board of Certified Public Accountant Examiners

We have audited the statements of net assets of the North Carolina State Board of Certified Public Accountant Examiners as of March 31, 2012 and 2011, and the related statements of revenues, expenses, and changes in net assets, and cash flows for the fiscal years then ended. These financial statements are the responsibility of the Board's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the North Carolina State Board of Certified Public Accountant Examiners as of March 31, 2012 and 2011, and the changes in financial position and cash flows for the fiscal years then ended in conformity with accounting principles generally accepted in the United States of America.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary schedules listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the basic

Board of Directors
North Carolina State Board of Certified Public Accountant Examiners

financial statements. The supplementary schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in our audits of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Free & Newell, LLP

September 20, 2012

NORTH CAROLINA STATE BOARD OF CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
 STATEMENTS OF NET ASSETS
 AS OF MARCH 31

ASSETS	<u>2012</u>	<u>2011</u>
Current assets		
Cash and cash equivalents	\$ 147,617	\$ 55,592
Investments	660,615	960,018
Accounts receivable	9,127	11,832
Deferred lease commission-current	1,855	-
Total current assets	<u>819,214</u>	<u>1,027,442</u>
Noncurrent assets		
Investments	1,055,993	749,852
Deferred lease commission-noncurrent	3,091	-
Total noncurrent assets	<u>1,059,084</u>	<u>749,852</u>
Capital Assets		
Land	300,000	300,000
Building	626,244	512,471
Furniture	2,076	2,638
Equipment	53,764	51,038
Software	25,729	44,868
Vehicle	22,185	334
Total capital assets-net of depreciation	<u>1,029,998</u>	<u>911,349</u>
 TOTAL ASSETS	 <u>2,908,296</u>	 <u>2,688,643</u>
LIABILITIES		
Current liabilities		
Accounts payable	23,912	38,251
Due to examination vendors	474,494	404,666
Unearned revenue	51,180	65,210
Total current liabilities	<u>549,586</u>	<u>508,127</u>
Non-current liabilities		
Accrued vacation	<u>77,458</u>	<u>75,307</u>
 TOTAL LIABILITIES	 <u>627,044</u>	 <u>583,434</u>
NET ASSETS		
Invested in capital assets	1,029,998	911,349
Unrestricted net assets	<u>1,251,254</u>	<u>1,193,860</u>
 TOTAL NET ASSETS	 <u>\$ 2,281,252</u>	 <u>\$ 2,105,209</u>

The accompanying notes are an integral part of these financial statements.

NORTH CAROLINA STATE BOARD OF CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
 STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
 FOR THE FISCAL YEARS ENDED MARCH 31

	<u>2012</u>	<u>2011</u>
OPERATING REVENUES		
Examination fees		
Examination candidates	\$ 1,493,220	\$ 1,589,183
Other	1,450	1,150
	<u>1,494,670</u>	<u>1,590,333</u>
Licensing fees		
Certificate fees	1,193,300	989,800
Professional corporation fees	39,500	38,780
Partnership registration fees	42,760	35,080
	<u>1,275,560</u>	<u>1,063,660</u>
Miscellaneous	<u>3,719</u>	<u>1,305</u>
TOTAL OPERATING REVENUES	<u>2,773,949</u>	<u>2,655,298</u>
OPERATING EXPENSES		
Administrative (page 15)	1,550,217	1,566,714
Examination (page 16)	1,037,369	1,121,545
Building (page 17)	48,868	36,010
	<u>2,636,454</u>	<u>2,724,269</u>
TOTAL OPERATING EXPENSES	<u>2,636,454</u>	<u>2,724,269</u>
OPERATING INCOME (LOSS)	<u>137,495</u>	<u>(68,971)</u>
NON-OPERATING REVENUES (EXPENSES)		
Interest income	31,952	34,178
Rental income	10,000	-
Credit card rebates	13,050	5,700
Gain on sale of equipment	105	175
Building expenses (page 17)	(16,559)	(12,004)
	<u>38,548</u>	<u>28,049</u>
TOTAL NON-OPERATING REVENUES	<u>38,548</u>	<u>28,049</u>
CHANGE IN NET ASSETS	176,043	(40,922)
NET ASSETS - BEGINNING OF YEAR	<u>2,105,209</u>	<u>2,146,131</u>
NET ASSETS - ENDING OF YEAR	<u><u>\$ 2,281,252</u></u>	<u><u>\$ 2,105,209</u></u>

The accompanying notes are an integral part of these financial statements.

NORTH CAROLINA STATE BOARD OF CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
STATEMENTS OF CASH FLOWS
FOR THE FISCAL YEARS ENDED MARCH 31

	2012	2011
Cash flows provided from (used for) operating activities		
Cash received from fees	\$ 2,756,200	\$ 2,656,702
Other cash received	3,719	1,305
Cash payments to employees for services	(838,321)	(795,006)
Cash payments for administrative, examination, and building expenses	(1,664,662)	(1,923,896)
Net cash provided from (used for) operating activities	256,936	(60,895)
Cash flows provided from (used for) capital and related financing activities		
Acquisition of capital assets	(183,774)	(35,922)
Proceeds from the sale of assets	105	175
Net cash used for capital and related financing activities	(183,669)	(35,747)
Cash flows provided from (used for) investing activities		
Proceeds from maturing investments	959,621	1,232,931
Purchases of investments	(966,756)	(1,251,778)
Interest income	32,349	34,786
Rental building expense	(6,456)	(6,561)
Net cash provided from investing activities	18,758	9,378
Net increase (decrease) in cash	92,025	(87,264)
Cash and cash equivalents - beginning of year	55,592	142,856
Cash and cash equivalents - end of year	\$ 147,617	\$ 55,592
Reconciliation of operating gain(loss)		
to net cash provided from (used for) operating activities		
Operating gain (loss)	\$ 137,495	\$ (68,971)
Adjustments to reconcile operating gain (loss)		
to net cash provided from (used for) operating activities:		
Depreciation	60,076	73,160
Credit card rebates redeemed	13,050	5,700
Changes in assets and liabilities		
Accounts receivable	2,705	(10,850)
Accounts payable	(14,339)	16,080
Due to examination vendors	69,828	(76,647)
Unearned revenue	(14,030)	2,710
Accrued vacation	2,151	(2,077)
Total adjustments	119,441	8,076
Net cash provided from (used for) operating activities	\$ 256,936	\$ (60,895)

The accompanying notes are an integral part of these financial statements.

NORTH CAROLINA STATE BOARD OF CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEARS ENDED MARCH 31, 2012 AND 2011

Note 1 - Nature of Activities and Significant Accounting Policies

Description of Organization and Reporting Entity

The North Carolina State Board of Certified Public Accountant Examiners is an independent State agency. It is an occupational licensing board authorized by Chapters 93 and 93B of the North Carolina General Statutes (NCGS). The Board is composed of seven members: five persons who are holders of valid and unrevoked certified public accountant certificates issued under the provisions of NCGS 93, and two persons who are not certified public accountants and represent the public at large. All members are appointed by the Governor.

The Board's primary responsibilities are to administer the Uniform CPA Examination, to grant certificates of qualification as certified public accountants to qualified persons, to register certified public accounting firms, and to enforce all statutes and rules of NCGS Chapter 93, and the North Carolina Administrative Code, Title 21, Chapter 08.

The Board's operations are financed with self-generated revenues from fees charged to examinees and licensees. As of March 31, 2012, and 2011, the Board had 18,987 and 18,565 licensees, respectively.

GASB Codification Section 2100 has defined the governmental reporting entity to be the State of North Carolina because the State exercises oversight responsibility in that the Governor appoints the Board members and public service is rendered within the State's boundaries. The accompanying financial statements present only the activity of the North Carolina State Board of Certified Public Accountant Examiners.

Basis of Presentation

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting principles and reporting standards. The Board applied all applicable Financial Accounting Standards Board (FASB) pronouncements issued after November 30, 1989.

All activities of the Board are accounted for within a single proprietary (enterprise) fund. Proprietary funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the cost of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

NORTH CAROLINA STATE BOARD OF CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEARS ENDED MARCH 31, 2012 AND 2011

Note 1 - Nature of Activities and Significant Accounting Policies - continued

Basis of Accounting

In accordance with current GASB statements, the Board presents Statements of Net Assets; Statements of Revenues, Expenses, and Changes in Net Assets; and Statements of Cash Flows. These statements reflect entity-wide operation of the Board. The Board has no fiduciary funds or component units.

The Statements of Revenues, Expenses, and Changes in Net Assets demonstrate the degree to which the direct expenses of the Board are offset by examination and license fees.

The financial statements report all activities of the North Carolina State Board of Certified Public Accountant Examiners using the current financial resource measurement focus and the full accrual basis of accounting. Revenues are recognized in the accounting period in which they are earned and become measurable. Expenses are recognized when incurred, if measurable.

Operating revenues and expenses consist of those revenues and expenses that result from the ongoing principal operations of the Board. Operating revenues consist primarily of examination and license fees. Non-operating revenues and expenses consist of those revenues and expenses that are related to rental and investing types of activities and are classified as non-operating in the financial statements. Building expenses are allocated to operating and non-operating activities based on square footage.

Budget Practices

A budget for fiscal year ended March 31, 2012, was adopted by the Board and is prepared and reported on the accrual basis of accounting. Although budgeted amounts lapse at year-end, the Board retains its unexpended net assets to fund expenses of the succeeding year.

Cash and Cash Equivalents

For purposes of the Statements of Cash Flows, the Board considers all investments with a maturity of three months or less when purchased to be cash.

Investments

This classification consists of non-negotiable certificates of deposit with original maturities of more than three months. Certificates of deposit maturing within one year are shown as current. The certificates of deposit are reported at fair value, which is cost plus accrued interest to date.

NORTH CAROLINA STATE BOARD OF CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
 NOTES TO FINANCIAL STATEMENTS
 FOR THE FISCAL YEARS ENDED MARCH 31, 2012 AND 2011

Note 1 - Nature of Activities and Significant Accounting Policies - continued

Property and Equipment

Property and equipment are stated at cost and are being depreciated over their useful lives on a straight-line basis. The Board's policy is to capitalize property and equipment when acquired at a cost of \$500 or more. A summary follows:

	Beginning Balance	Additions	Retirements	Ending Balance
Land	\$ 300,000	\$ -	\$ -	\$ 300,000
Building	782,127	135,016	-	917,143
Furniture	113,918	-	-	113,918
Equipment	181,828	22,136	(2,351)	201,613
Software	180,337	-	-	180,337
Vehicle	20,038	26,622	(20,038)	26,622
Totals at historical cost	<u>1,578,248</u>	<u>183,774</u>	<u>(22,389)</u>	<u>1,739,633</u>
Less accumulated depreciation for:				
Building	(269,656)	(21,243)	-	(290,899)
Furniture	(111,280)	(562)	-	(111,842)
Equipment	(130,790)	(19,410)	2,351	(147,849)
Software	(135,469)	(19,139)	-	(154,608)
Vehicle	(19,704)	(4,771)	20,038	(4,437)
Total accumulated depreciation	<u>(666,899)</u>	<u>(65,125)</u>	<u>22,389</u>	<u>(709,635)</u>
Capital assets, net	<u>\$ 911,349</u>	<u>\$ 118,649</u>	<u>\$ -</u>	<u>\$ 1,029,998</u>

When an asset is disposed of, the cost of the asset and the related accumulated depreciation are removed from the financial records. Any gain or loss on disposition is reflected in the earnings for the period.

The Board occupies 75% of the building and began leasing the other 25% of the space during the 2011-2012 fiscal year.

Vacation and Sick Leave

Board employees may accumulate up to 30 days earned vacation and such leave is fully vested when earned. The Executive Director and Deputy Director may accumulate up to 45 days earned vacation. On March 31, accrued vacation in excess of the limits is transferred and added to sick leave balances.

The Board's sick leave policy provides for an unlimited accumulation of earned sick leave. Since the Board has no obligation for the accumulated sick leave until it is actually taken and sick leave does not vest, no accrual for sick leave has been recognized.

NORTH CAROLINA STATE BOARD OF CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEARS ENDED MARCH 31, 2012 AND 2011

Note 1 - Nature of Activities and Significant Accounting Policies - continued

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates, resulting in adjustments in future periods.

Note 2 - Deposits and Investments

Deposits

All funds of the Board are deposited in board-designated official depositories. The Board's deposits include cash on deposit with private bank accounts and certificates of deposit. The amount shown on the Statement of Net Assets as cash and cash equivalents includes deposits in private financial institutions with a carrying value of \$147,617, and a bank balance of \$272,903. Included in the deposits in private financial institutions are certificates of deposit with the amount of \$1,716,608 reported as investments in the Statement of Net Assets.

Custodial credit risk is the risk that in the event of a bank failure, the Board's deposits may not be returned to it. The Board does not have a formal deposit policy for custodial credit risk. The Board's deposits with each commercial bank are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. The Board's bank deposits in excess of the FDIC insured limit totaled \$376,441 at March 31, 2012.

Investments

There are no legal limitations on the types of investments by the Board. The Board has adopted formal investment policies to establish investment objectives, standards of prudence, eligible investments, and safekeeping and custodial procedures necessary for the prudent management of the private funds maintained by the Board.

The Board's investments are limited to:

- Obligations of the United States or obligations fully guaranteed both as to principal and interest by the United States
- Obligations of the State of North Carolina
- Time deposits, certificates of deposit, and savings accounts of financial institutions with a physical presence in North Carolina

NORTH CAROLINA STATE BOARD OF CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
 NOTES TO FINANCIAL STATEMENTS
 FOR THE FISCAL YEARS ENDED MARCH 31, 2012 AND 2011

Note 3 – Unearned Revenue

For both 2012 and 2011, certificate renewal fees collected in advance are recorded as unearned revenue at year-end and recognized as revenue when the license period begins in the next fiscal year.

Note 4 - Accrued Vacation

Changes to accrued vacation are as follows:

	2012	2011
Beginning accrued vacation	\$ 75,307	\$ 77,384
Vacation earned	67,325	64,859
Vacation used	(65,174)	(66,936)
Ending accrued vacation	\$ 77,458	\$ 75,307

Note 5 - Net Assets

Invested in capital assets - This component of net assets consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Unrestricted net assets - This component of net assets consists of net assets that do not meet the definition of *restricted* or *invested in capital assets*.

The Board has designated a portion of the unrestricted net assets to cover future activities. The Board may change such designated amounts based on perceived operating conditions and situations. Designated amounts at March 31, 2012, were as follows:

Litigation	\$ 500,000
Operating expenses	300,000
Capital asset acquisitions and/or improvements	300,000
Total	\$ 1,100,000

Subsequent to year-end, the Board approved an increase in the designated amount for litigation from \$500,000 to \$750,000.

NORTH CAROLINA STATE BOARD OF CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEARS ENDED MARCH 31, 2012 AND 2011

Note 6 - Pension Plan

The Board participates in the North Carolina Licensing Board Retirement Savings Plan, a defined contribution plan. A 6% contribution, based on eligible employee compensation, is made monthly by both employer and employee. Employees are eligible to participate in the plan immediately upon employment and may make voluntary contributions in addition to their 6% contribution. For each year of service, employees vest 20% in employer contributions. The 401(k) plan is administered by Prudential Insurance Company of America. Pension costs, including administrative fees, totaled \$52,272 and \$48,287, for 2012 and 2011, respectively. Employee contributions totaled \$87,958 and \$70,986 for 2012 and 2011, respectively.

Note 7 - Risk Management

The Board is exposed to various risks of loss related to torts; theft of, damage to, and the destruction of assets; errors and omissions; injuries to employees; and natural disasters. Tort claims against Board members are self-insured by the State under the authority of the State Tort Claims Act. Additional coverage is provided to the Board under the State's public officers' and employees' liability insurance contract.

Note 8 - Operating Lease

Effective December 31, 2011, the Board entered into a three-year agreement to lease office space to The Family Resource Center of Raleigh, Inc. The lease agreement calls for monthly payments of \$2,500 to be paid for the first year with a three percent annual increase in monthly payment amounts. The Board also incurred \$5,564 for a lease commission that will be recognized as an expense over the term of the lease.

Future minimum lease payments to be received are as follows:

Years Ending March 31

2013	\$ 30,300
2014	31,209
2015	<u>21,218</u>
	<u>\$ 82,727</u>

NORTH CAROLINA STATE BOARD OF CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEARS ENDED MARCH 31, 2012 AND 2011

Note 9 – Scholarship Award Programs

The *North Carolina General Statute* 93B-11 allows occupational licensing boards to use the interest earned to be used for educational purposes to benefit licensees or the public. The Board provides these services through a Uniform CPA Examination "coupon" program and a graduate-level scholarship award program.

The Board awards a coupon, available to one financially-needy student graduating with an undergraduate degree in accounting, to each of the 36 North Carolina colleges and universities which grant undergraduate accounting degrees. Additional coupons are awarded at each of North Carolina's historically black colleges and universities. The coupons are valid for one year from the date of issue and cover the graduating student's initial application fee and the cost of sitting for each section of the Uniform CPA Examination. The current value of each coupon is \$973. The Board accounts for the coupon program by netting the costs associated with actual redeemed coupons against its examination fee revenues. The cost of the coupon program totaled \$19,330 and \$21,907 for fiscal years 2012 and 2011, respectively.

The Board also awards a \$1,000 scholarship to one financially-needy student pursuing a graduate-level degree at each of the 10 North Carolina colleges and universities that offer a graduate-level degree in accounting. The scholarship is awarded through the college or university in the student's name. The Board accounts for the scholarship program by reporting a scholarship expense at the time the funds are disbursed to the awarding college or university. The cost of the scholarship program totaled \$6,000 and \$13,000 for fiscal years 2012 and 2011, respectively.

Note 10 - Changes in Classification

During the year, the Board reclassified its certificates of deposit as either current or non-current investments. The effect of this reclassification has been identified in the comparative financial statements for the prior year.

Note 11 - Subsequent Events

Management has evaluated subsequent events through September 20, 2012, which is the date the financial statements were available to be issued. As discussed in Note 5, the Board approved an increase in the amount designated for litigation from \$500,000 to \$750,000. With this exception, management discovered no other subsequent events that should be disclosed.

NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS

SUPPLEMENTARY SCHEDULES

NORTH CAROLINA STATE BOARD OF CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
 SUPPLEMENTARY SCHEDULES OF ADMINISTRATIVE EXPENSES
 FOR THE FISCAL YEARS ENDED MARCH 31

	<u>2012</u>	<u>2011</u>
ADMINISTRATIVE EXPENSES		
Salaries and employee benefits	\$ 1,080,761	\$ 1,017,119
Legal counsel and hearing expense	38,691	90,337
Travel and per diem - Board members	47,714	48,607
Postage	76,692	87,293
Depreciation	43,882	56,831
Printing	54,315	43,774
Credit card fees for license renewals	43,297	41,801
Staff travel	41,051	30,230
Internet website	14,903	17,868
Computer programming and assistance	2,965	3,635
Office supplies	9,806	28,116
Insurance	9,288	7,935
Scholarships	6,000	13,000
Telephone	6,822	6,472
Dues	8,055	7,875
Audit fees	7,125	6,850
Clipping service	4,369	3,869
Continuing education	1,850	1,642
Subscriptions	2,856	1,498
Repairs and maintenance on equipment	5,546	3,507
Consulting services	1,105	-
Miscellaneous	3,624	1,778
Payroll service	1,752	1,769
Computer software	32,735	41,190
Equipment rental	869	754
Banking fees	4,144	2,964
	<u>4,144</u>	<u>2,964</u>
TOTAL ADMINISTRATIVE EXPENSES	<u><u>\$ 1,550,217</u></u>	<u><u>\$ 1,566,714</u></u>

NORTH CAROLINA STATE BOARD OF CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
SUPPLEMENTARY SCHEDULES OF EXAMINATION EXPENSES
FOR THE FISCAL YEARS ENDED MARCH 31

	<u>2012</u>	<u>2011</u>
EXAMINATION EXPENSES		
Examinations and grading	\$ 1,036,110	\$ 1,117,645
Postage	<u>1,259</u>	<u>3,900</u>
TOTAL EXAMINATION EXPENSES	<u>\$ 1,037,369</u>	<u>\$ 1,121,545</u>

NORTH CAROLINA STATE BOARD OF CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
 SUPPLEMENTARY SCHEDULES OF BUILDING EXPENSES
 FOR THE FISCAL YEARS ENDED MARCH 31

	<u>2012</u>	<u>2011</u>
OPERATING BUILDING EXPENSES		
Depreciation	\$ 16,194	\$ 16,329
Utilities	6,496	10,776
Maintenance	23,567	6,434
Insurance	<u>2,611</u>	<u>2,471</u>
TOTAL OPERATING BUILDING EXPENSES	<u><u>\$ 48,868</u></u>	<u><u>\$ 36,010</u></u>
NON-OPERATING BUILDING EXPENSES		
Depreciation	\$ 5,049	\$ 5,443
Utilities	2,166	3,592
Maintenance	7,855	2,145
Insurance	871	824
Leasing commission	<u>618</u>	<u>-</u>
TOTAL NON-OPERATING BUILDING EXPENSES	<u><u>\$ 16,559</u></u>	<u><u>\$ 12,004</u></u>

NORTH CAROLINA STATE BOARD OF CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
SCHEDULES OF BUDGET AND ACTUAL
REVENUES, EXPENSES, AND CHANGES IN NET ASSETS

	<u>For the Fiscal Year Ended March 31, 2012</u>			<u>For the Fiscal Year Ended March 31, 2011</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>	<u>Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
REVENUES						
Examination fees	\$ 1,564,688	\$ 1,494,670	\$ (70,018)	\$ 1,549,452	\$ 1,590,333	\$ 40,881
Licensing fees	1,249,000	1,275,560	26,560	1,087,050	1,063,660	(23,390)
Other	32,000	58,826	26,826	36,000	41,358	5,358
TOTAL REVENUES	<u>2,845,688</u>	<u>2,829,056</u>	<u>(16,632)</u>	<u>2,672,502</u>	<u>2,695,351</u>	<u>22,849</u>
EXPENSES						
Personnel	1,149,809	1,126,048	(23,761)	1,053,035	1,051,016	(2,019)
Examination	1,154,000	1,037,369	(116,631)	1,150,000	1,121,545	(28,455)
Office	311,825	293,882	(17,943)	318,350	319,924	1,574
Board and legal	150,441	86,405	(64,036)	218,610	138,944	(79,666)
Building	58,901	44,184	(14,717)	32,000	26,242	(5,758)
Depreciation	-	65,125	65,125	-	78,602	78,602
TOTAL EXPENSES	<u>2,824,976</u>	<u>2,653,013</u>	<u>(171,963)</u>	<u>2,771,995</u>	<u>2,736,273</u>	<u>(35,722)</u>
CHANGE IN NET ASSETS	20,712	176,043	155,331	(99,493)	(40,922)	58,571
NET ASSETS - BEGINNING OF YEAR	<u>2,105,209</u>	<u>2,105,209</u>	<u>-</u>	<u>2,146,131</u>	<u>2,146,131</u>	<u>-</u>
NET ASSETS - END OF YEAR	<u>\$ 2,125,921</u>	<u>\$ 2,281,252</u>	<u>\$ 155,331</u>	<u>\$ 2,046,638</u>	<u>\$ 2,105,209</u>	<u>\$ 58,571</u>

NORTH CAROLINA
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
CASE #: C2012181

IN THE MATTER OF:
Robert C. Edminston, #20185
Respondent

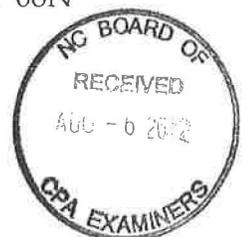
CONSENT ORDER

THIS CAUSE, coming before the North Carolina State Board of CPA Examiners ("Board") at its offices at 1101 Oberlin Road, Raleigh, Wake County, North Carolina, with a quorum present. Pursuant to N. C. Gen. Stat. § 150B-41, the Board and Respondent stipulate to the following:

1. Robert C. Edminston (hereinafter "Respondent") is the holder of North Carolina certificate number 20185 as a Certified Public Accountant.
2. In 2011, the Internal Revenue Service ("IRS") issued a reprimand to Respondent as an authorized e-File Provider.
3. The IRS reprimand was based upon the assessment of miscellaneous civil penalties imposed by the IRS on January 2, 2011, following an IRS audit of Respondent's individual income tax returns.
4. Respondent wishes to resolve this matter by consent and agrees that the Board staff and counsel may discuss this Consent Order with the Board *ex parte*, whether or not the Board accepts this Consent Order as written. Respondent understands and agrees that this Consent Order is subject to review and approval by the Board and is not effective until approved by the Board at a duly constituted Board Meeting.

BASED upon the foregoing, the Board makes the following Conclusions of Law:

1. Respondent is subject to the provisions of Chapter 93 of the North Carolina General Statutes and Title 21, Chapter 8 of the North Carolina Administrative Code, including the Rules of Professional Ethics and Conduct promulgated and adopted therein by the Board.
2. Respondent's actions as set out above constitute violations of NCAC 08N .0204.



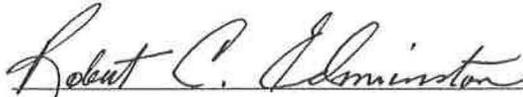
Consent Order - 2
Robert C. Edminston

3. Per N.C. Gen. Stat. § 93-12(9) and also by virtue of Respondent's consent to this order, Respondent is subject to the discipline set forth below.

BASED on the foregoing and in lieu of further proceedings, the Board and Respondent agree to the following Order:

1. Respondent is censured.

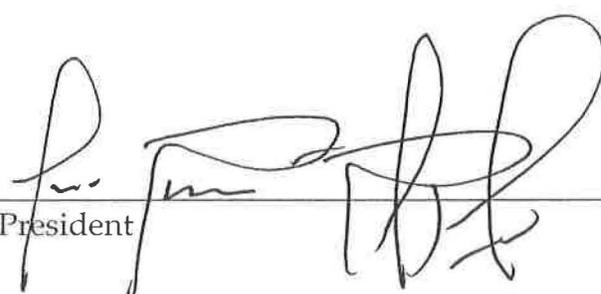
CONSENTED TO THIS THE 2nd DAY OF August, 2012.


Respondent

APPROVED BY THE BOARD THIS THE 24 DAY OF SEPTEMBER, 2012.

NORTH CAROLINA STATE BOARD OF CERTIFIED
PUBLIC ACCOUNTANT EXAMINERS



BY: 
President



NORTH CAROLINA
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
CASE #: C2012133

IN THE MATTER OF:
Donald H. Combs, #14848
Respondent

CONSENT ORDER

THIS CAUSE, coming before the Board at its offices at 1101 Oberlin Road, Raleigh, Wake County, North Carolina, with a quorum present. Pursuant to N.C. Gen. Stat. § 150B-41, the Board and Respondent stipulate the following Findings:

1. Respondent is the holder of North Carolina certificate number 14848 as a Certified Public Accountant.
2. Respondent informed the Board on his 2011-2012 individual certificate Renewal ("Renewal") that he had obtained forty (40) hours of continuing professional education ("CPE"), had completed the annual approved ethics CPE course, and had completed at least eight (8) hours of non-self-study CPE to meet the 2010 CPE requirements.
3. Based on Respondent's representation, the Board accepted his Renewal.
4. Board staff requested that Respondent provide certificates of completion for the CPE reported to meet his 2010 requirements.
5. Respondent failed to provide the certificate or certificates of completion needed to document completion of any CPE that Respondent claimed he earned between January 1, 2010, and December 31, 2010, as was reported on his Renewal. Respondent submitted a letter in which he attributed his inability to complete his 2010 CPE requirements to significant and extended health issues and hospitalization during 2010.
6. Respondent wishes to resolve this matter by consent and agrees that the Board staff and counsel may discuss this Consent Order with the Board *ex parte*, whether or not the Board accepts this Consent Order as written. Respondent understands and agrees that this Consent Order is subject to review and approval by the Board and is not effective until approved by the Board at a duly constituted Board meeting.



BASED upon the foregoing, the Board makes the following Conclusions of Law:

1. Respondent is subject to the provisions of Chapter 93 of the North Carolina General Statutes and Title 21, Chapter 08 of the North Carolina Administrative Code including the Rules of Professional Ethics and Conduct promulgated and adopted herein by the Board.
2. Respondent's actions as set out above constitute violations of 21 NCAC 08N .0202(a), .0202(b)(3), and .0202(b)(4).
3. Per N.C. Gen. Stat. § 93-12(9) and also by virtue of Respondent's consent to this Order, Respondent is subject to the discipline set forth below.

BASED on the foregoing and in lieu of further proceedings, the Board and Respondent agree to the following Order:

1. Respondent's failure to provide adequate documentation of CPE renders the Renewal insufficient and untimely. Respondent's failure to adequately renew his certificate results in an automatic forfeiture pursuant to N.C. Gen. Stat. § 93-12(15).
2. Respondent must return his certificate to the Board within fifteen (15) days of Respondent's receipt of the Board's notification of its approval of this Consent Order.
3. Respondent may not apply for the reissuance of his certificate for at least one (1) year from the date the Board approves this Consent Order and until the civil penalty required in number five (5) of this Order has been paid by Respondent.
4. Respondent may apply to return his certificate to active status by submission and approval of a reissuance application which includes:
 - a. Application form,
 - b. Payment of the application fee,
 - c. Three (3) moral character affidavits, and
 - d. Eighty (80) hours of CPE in the twelve (12) months preceding the application including an (8) hour accountancy law course as offered by the North Carolina Association of CPAs in a group-study format.
5. Respondent shall pay a one thousand dollar (\$1,000.00) civil penalty to be remitted to the Board prior to submitting a reissuance application.



6. Respondent agrees that failure to timely comply with any terms of this agreement and Consent Order shall be deemed sufficient grounds for revocation of his certificate.

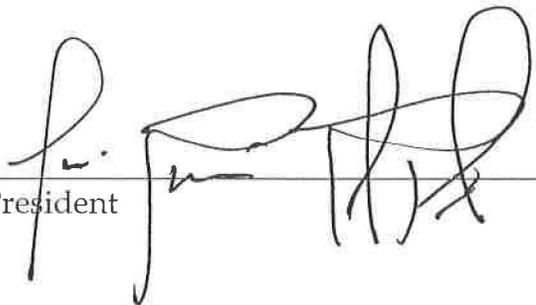
CONSENTED TO THIS THE 1ST DAY OF AUGUST, 2012.


Respondent

APPROVED BY THE BOARD THIS THE 24 DAY OF SEPTEMBER, 2012.

NORTH CAROLINA STATE BOARD OF CERTIFIED
PUBLIC ACCOUNTANT EXAMINERS



BY: 
President



NORTH CAROLINA
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
CASE #: C2012135

IN THE MATTER OF:
Christine B. Hargett, #22581
Respondent

CONSENT ORDER

THIS CAUSE, coming before the Board at its offices at 1101 Oberlin Road, Raleigh, Wake County, North Carolina, with a quorum present. Pursuant to N.C. Gen. Stat. § 150B-41, the Board and Respondent stipulate the following Findings:

1. Respondent is the holder of North Carolina certificate number 22581 as a Certified Public Accountant.
2. Respondent informed the Board on her 2011-2012 individual certificate Renewal ("Renewal") that she had obtained forty (40) hours of continuing professional education ("CPE"), had completed the annual approved ethics CPE course, and had completed at least eight (8) hours of non-self-study CPE to meet the 2010 CPE requirements.
3. Based on Respondent's representation, the Board accepted her Renewal
4. Board staff requested that Respondent provide certificates of completion for the CPE reported to meet her 2010 requirements.
5. Respondent failed to provide the certificate or certificates of completion needed to document completion of any of the CPE that Respondent claimed she earned between January 1, 2010, and December 30, 2010, as was reported on her Renewal. Respondent contended that documentation of CPE she claimed on her 2011-2012 Renewal was lost due to a job change.
6. Respondent wishes to resolve this matter by consent and agrees that the Board staff and counsel may discuss this Consent Order with the Board *ex parte*, whether or not the Board accepts this Consent Order as written. Respondent understands and agrees that this Consent Order is subject to review and approval by the Board and is not effective until approved by the Board at a duly constituted Board meeting.



BASED upon the foregoing, the Board makes the following Conclusions of Law:

1. Respondent is subject to the provisions of Chapter 93 of the North Carolina General Statutes and Title 21, Chapter 08 of the North Carolina Administrative Code including the Rules of Professional Ethics and Conduct promulgated and adopted herein by the Board.
2. Respondent's actions as set out above constitute violations of 21 NCAC 08N .0202(a), .0202(b)(3), and .0202(b)(4).
3. Per N.C. Gen. Stat. § 93-12(9) and also by virtue of Respondent's consent to this Order, Respondent is subject to the discipline set forth below.

BASED on the foregoing and in lieu of further proceedings, the Board and Respondent agree to the following Order:

1. Respondent's failure to provide adequate documentation of CPE renders the Renewal insufficient and untimely. Respondent's failure to adequately renew her certificate results in an automatic forfeiture pursuant to N.C. Gen. Stat. § 93-12(15).
2. Respondent must return her certificate to the Board within fifteen (15) days of Respondent's receipt of the Board's notification of its approval of this Consent Order.
3. Respondent may not apply for the reissuance of her certificate for at least one (1) year from the date the Board approves this Consent Order and until the civil penalty required in number five (5) of this Order has been paid by Respondent.
4. Respondent may apply to return her certificate to active status by submission and approval of a reissuance application which includes:
 - a. Application form,
 - b. Payment of the application fee,
 - c. Three (3) moral character affidavits, and
 - d. Eighty (80) hours of CPE in the twelve (12) months preceding the application including an (8) hour accountancy law course as offered by the North Carolina Association of CPAs in a group-study format.
5. Respondent shall pay a one thousand dollar (\$1,000.00) civil penalty to be remitted to the Board prior to submitting a reissuance application.



6. Respondent agrees that failure to timely comply with any terms of this agreement and Consent Order shall be deemed sufficient grounds for revocation of her certificate.

CONSENTED TO THIS THE 7th DAY OF August, 2012.

Christine B. Hargett
Respondent

APPROVED BY THE BOARD THIS THE 24 DAY OF SEPTEMBER, 2012.

NORTH CAROLINA STATE BOARD OF CERTIFIED
PUBLIC ACCOUNTANT EXAMINERS



BY: [Signature]
President



NORTH CAROLINA
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
CASE #: C2012138

IN THE MATTER OF:
Robert F. Weidaw, #31149
Respondent

CONSENT ORDER

THIS CAUSE, coming before the Board at its offices at 1101 Oberlin Road, Raleigh, Wake County, North Carolina, with a quorum present. Pursuant to N.C. Gen. Stat. § 150B-41, the Board and Respondent stipulate the following Findings:

1. Respondent is the holder of North Carolina certificate number 31149 as a Certified Public Accountant.
2. Respondent informed the Board on his 2011-2012 individual certificate Renewal ("Renewal") that he had obtained forty (40) hours of continuing professional education ("CPE"), had completed the annual approved ethics CPE course, and had completed at least eight (8) hours of non-self-study CPE to meet the 2010 CPE requirements.
3. Based on Respondent's representation, the Board accepted his Renewal.
4. Board staff requested that Respondent provide certificates of completion for the CPE reported to meet his 2010 requirements.
5. Respondent failed to provide the certificate or certificates of completion needed to document completion of any of the CPE that Respondent claimed he earned between January 1, 2010, and December 30, 2010, as was reported on his Renewal. Respondent contended that the laptop computer on which he maintained documentation of CPE he claimed on his 2011-2012 Renewal was stolen.
6. Respondent wishes to resolve this matter by consent and agrees that the Board staff and counsel may discuss this Consent Order with the Board *ex parte*, whether or not the Board accepts this Consent Order as written. Respondent understands and agrees that this Consent Order is subject to review and approval by the Board and is not effective until approved by the Board at a duly constituted Board meeting.



BASED upon the foregoing, the Board makes the following Conclusions of Law:

1. Respondent is subject to the provisions of Chapter 93 of the North Carolina General Statutes and Title 21, Chapter 08 of the North Carolina Administrative Code including the Rules of Professional Ethics and Conduct promulgated and adopted herein by the Board.
2. Respondent's actions as set out above constitute violations of 21 NCAC 08N .0202(a), .0202(b)(3), and .0202(b)(4).
3. Per N.C. Gen. Stat. § 93-12(9) and also by virtue of Respondent's consent to this Order, Respondent is subject to the discipline set forth below.

BASED on the foregoing and in lieu of further proceedings, the Board and Respondent agree to the following Order:

1. Respondent's failure to provide adequate documentation of CPE renders the Renewal insufficient and untimely. Respondent's failure to adequately renew his certificate results in an automatic forfeiture pursuant to N.C. Gen. Stat. § 93-12(15).
2. Respondent must return his certificate to the Board within fifteen (15) days of Respondent's receipt of the Board's notification of its approval of this Consent Order.
3. Respondent may not apply for the reissuance of his certificate for at least one (1) year from the date the Board approves this Consent Order and until the civil penalty required in number five (5) of this Order has been paid by Respondent.
4. Respondent may apply to return his certificate to active status by submission and approval of a reissuance application which includes:
 - a. Application form,
 - b. Payment of the application fee,
 - c. Three (3) moral character affidavits, and
 - d. Eighty (80) hours of CPE in the twelve (12) months preceding the application including an (8) hour accountancy law course as offered by the North Carolina Association of CPAs in a group-study format.
5. Respondent shall pay a one thousand dollar (\$1,000.00) civil penalty to be remitted to the Board prior to submitting a reissuance application.



6. Respondent agrees that failure to timely comply with any terms of this agreement and Consent Order shall be deemed sufficient grounds for revocation of his certificate.

CONSENTED TO THIS THE 16th DAY OF August, 2012.

R. Weidaw
Respondent

APPROVED BY THE BOARD THIS THE 24 DAY OF SEPTEMBER, 2012.

NORTH CAROLINA STATE BOARD OF CERTIFIED
PUBLIC ACCOUNTANT EXAMINERS



BY: [Signature]
President



NORTH CAROLINA
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
CASE #: C2012139

IN THE MATTER OF:
R. Michael Witt, #16361
Respondent

CONSENT ORDER

THIS CAUSE, coming before the Board at its offices at 1101 Oberlin Road, Raleigh, Wake County, North Carolina, with a quorum present. Pursuant to N.C. Gen. Stat. § 150B-41, the Board and Respondent stipulate the following Findings:

1. Respondent is the holder of North Carolina certificate number 16361 as a Certified Public Accountant.
2. Respondent informed the Board on his 2011-2012 individual certificate Renewal ("Renewal") that he had obtained forty (40) hours of continuing professional education ("CPE"), had completed the annual approved ethics CPE course, and had completed at least eight (8) hours of non-self-study CPE to meet the 2010 CPE requirements:
3. Based on Respondent's representation, the Board accepted his Renewal.
4. Board staff requested that Respondent provide certificates of completion for the CPE reported to meet his 2010 requirements.
5. Respondent failed to provide the certificate or certificates of completion needed to document completion of any CPE that Respondent claimed he earned between January 1, 2010, and December 30, 2010, as was reported on his Renewal. Respondent contended that documentation of CPE he claimed on his 2011-2012 Renewal was lost in an office move.
6. Respondent wishes to resolve this matter by consent and agrees that the Board staff and counsel may discuss this Consent Order with the Board *ex parte*, whether or not the Board accepts this Consent Order as written. Respondent understands and agrees that this Consent Order is subject to review and approval by the Board and is not effective until approved by the Board at a duly constituted Board meeting.

BASED upon the foregoing, the Board makes the following Conclusions of Law:

1. Respondent is subject to the provisions of Chapter 93 of the North Carolina General Statutes and Title 21, Chapter 08 of the North Carolina Administrative Code including the Rules of Professional Ethics and Conduct promulgated and adopted herein by the Board.
2. Respondent's actions as set out above constitute violations of 21 NCAC 08N .0202(a), .0202(b)(3), and .0202(b)(4).
3. Per N.C. Gen. Stat. § 93-12(9) and also by virtue of Respondent's consent to this Order, Respondent is subject to the discipline set forth below.

BASED on the foregoing and in lieu of further proceedings, the Board and Respondent agree to the following Order:

1. Respondent's failure to provide adequate documentation of CPE renders the Renewal insufficient and untimely. Respondent's failure to adequately renew his certificate results in an automatic forfeiture pursuant to N.C. Gen. Stat. § 93-12(15).
2. Respondent must return his certificate to the Board within fifteen (15) days of Respondent's receipt of the Board's notification of its approval of this Consent Order.
3. Respondent may not apply for the reissuance of his certificate for at least one (1) year from the date the Board approves this Consent Order and until the civil penalty required in number five (5) of this Order has been paid by Respondent.
4. Respondent may apply to return his certificate to active status by submission and approval of a reissuance application which includes:
 - a. Application form,
 - b. Payment of the application fee,
 - c. Three (3) moral character affidavits, and
 - d. Eighty (80) hours of CPE in the twelve (12) months preceding the application including an (8) hour accountancy law course as offered by the North Carolina Association of CPAs in a group-study format.
5. Respondent shall pay a one thousand dollar (\$1,000.00) civil penalty to be remitted to the Board prior to submitting a reissuance application.

Consent Order - 3
R. Michael Witt

6. Respondent agrees that failure to timely comply with any terms of this agreement and Consent Order shall be deemed sufficient grounds for revocation of his certificate.

CONSENTED TO THIS THE 4 DAY OF September, 2012.

Roy Michael Witt
Respondent

APPROVED BY THE BOARD THIS THE 24 DAY OF SEPTEMBER
2012.

NORTH CAROLINA STATE BOARD OF CERTIFIED
PUBLIC ACCOUNTANT EXAMINERS



BY: [Signature]
President

NORTH CAROLINA
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
CASE #: C2012192

IN THE MATTER OF:
J. Alvin Kpaeyeh, #26250
Respondent

CONSENT ORDER

THIS CAUSE, coming before the Board at its offices at 1101 Oberlin Road, Raleigh, Wake County, North Carolina, with a quorum present. Pursuant to N.C. Gen. Stat. § 150B-41, the Board and Respondent stipulate the following Findings:

1. Respondent is the holder of North Carolina certificate number 26250 as a Certified Public Accountant.
2. Respondent informed the Board on his 2011-2012 individual certificate Renewal ("Renewal") that between January 1, 2010, and June 30, 2011, he had obtained forty (40) hours of continuing professional education ("CPE"), had completed the annual approved ethics CPE course, and had completed at least eight (8) hours of non-self-study CPE to meet the 2010 CPE requirements.
3. Based on Respondent's representation, the Board accepted his Renewal.
4. Board staff requested that Respondent provide certificates of completion for the CPE reported to meet his 2010 and 2011 requirements.
5. Respondent provided the CPE certificates of completion to the Board as requested. However, Respondent failed to provide the certificate or certificates of completion needed to document completion of four (4) hours of non-self-study CPE that Respondent claimed he earned between January 1, 2010, and June 30, 2011, as was reported on his Renewal. Respondent did not complete any non-self-study CPE to meet his 2011 requirements.
6. Respondent wishes to resolve this matter by consent and agrees that the Board staff and counsel may discuss this Consent Order with the Board *ex parte*, whether or not the Board accepts this Consent Order as written. Respondent understands and agrees that this Consent Order is subject to



review and approval by the Board and is not effective until approved by the Board at a duly constituted Board meeting.

BASED upon the foregoing, the Board makes the following Conclusions of Law:

1. Respondent is subject to the provisions of Chapter 93 of the North Carolina General Statutes and Title 21, Chapter 08 of the North Carolina Administrative Code including the Rules of Professional Ethics and Conduct promulgated and adopted herein by the Board.
2. Respondent's actions as set out above constitute violations of 21 NCAC 08N .0202(a), .0202(b)(3), and .0202(b)(4).
3. Per N.C. Gen. Stat. § 93-12(9) and also by virtue of Respondent's consent to this Order, Respondent is subject to the discipline set forth below.

BASED on the foregoing and in lieu of further proceedings, the Board and Respondent agree to the following Order:

1. Respondent's failure to provide adequate documentation of CPE renders the Renewal insufficient and untimely. Respondent's failure to adequately renew his certificate results in an automatic forfeiture pursuant to N.C. Gen. Stat. § 93-12(15).
2. Respondent must return his certificate to the Board within fifteen (15) days of Respondent's receipt of the Board's notification of its approval of this Consent Order.
3. Respondent may not apply for the reissuance of his certificate for at least one (1) year from the date the Board approves this Consent Order and until the civil penalty required in number five (5) of this Order has been paid by Respondent.
4. Respondent may apply to return his certificate to active status by submission and approval of a reissuance application which includes:
 - a. Application form,
 - b. Payment of the application fee,
 - c. Three (3) moral character affidavits, and
 - d. Forty (40) hours of CPE in the twelve (12) months preceding the application including an (8) hour accountancy law course as offered by the North Carolina Association of CPAs in a group-study format.



5. Respondent shall pay a one thousand dollar (\$1,000.00) civil penalty to be remitted to the Board prior to submitting a reissuance application.
6. Respondent agrees that failure to timely comply with any terms of this agreement and Consent Order shall be deemed sufficient grounds for revocation of his certificate.

CONSENTED TO THIS THE 7th DAY OF August, 2012.

Alvin Kpaeyeh
Respondent

APPROVED BY THE BOARD THIS THE 24 DAY OF SEPTEMBER, 2012.

NORTH CAROLINA STATE BOARD OF CERTIFIED
PUBLIC ACCOUNTANT EXAMINERS



BY: [Signature]
President



NORTH CAROLINA
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
CASE #: C2012141

IN THE MATTER OF:
Joyce Swenson, #13299
Respondent

CONSENT ORDER

THIS CAUSE, coming before the Board at its offices at 1101 Oberlin Road, Raleigh, Wake County, North Carolina, with a quorum present. Pursuant to N.C. Gen. Stat. § 150B-41, the Board and Respondent stipulate the following Findings:

1. Respondent is the holder of North Carolina certificate number 13299 as a Certified Public Accountant.
2. Respondent informed the Board on her 2011-2012 individual certificate Renewal ("Renewal") that she had obtained forty (40) hours of continuing professional education ("CPE"), had completed the annual approved ethics CPE course, and had completed at least eight (8) hours of non-self-study CPE to meet the 2010 CPE requirements.
3. Based on Respondent's representation, the Board accepted her Renewal.
4. Board staff requested that Respondent provide certificates of completion for the CPE reported to meet her 2010 requirements.
5. Respondent failed to provide the certificate or certificates of completion needed to document completion of any CPE that Respondent claimed she earned between January 1, 2010, and December 31, 2010, as was reported on her Renewal.
6. Respondent wishes to resolve this matter by consent and agrees that the Board staff and counsel may discuss this Consent Order with the Board *ex parte*, whether or not the Board accepts this Consent Order as written. Respondent understands and agrees that this Consent Order is subject to review and approval by the Board and is not effective until approved by the Board at a duly constituted Board meeting.



BASED upon the foregoing, the Board makes the following Conclusions of Law:

1. Respondent is subject to the provisions of Chapter 93 of the North Carolina General Statutes and Title 21, Chapter 08 of the North Carolina Administrative Code including the Rules of Professional Ethics and Conduct promulgated and adopted herein by the Board.
2. Respondent's actions as set out above constitute violations of 21 NCAC 08N .0202(a), .0202(b)(3), and .0202(b)(4).
3. Per N.C. Gen. Stat. § 93-12(9) and also by virtue of Respondent's consent to this Order, Respondent is subject to the discipline set forth below.

BASED on the foregoing and in lieu of further proceedings, the Board and Respondent agree to the following Order:

1. Respondent's failure to provide adequate documentation of CPE renders the Renewal insufficient and untimely. Respondent's failure to adequately renew her certificate results in an automatic forfeiture pursuant to N.C. Gen. Stat. § 93-12(15).
2. Respondent must return her certificate to the Board within fifteen (15) days of Respondent's receipt of the Board's notification of its approval of this Consent Order.
3. Respondent may not apply for the reissuance of her certificate for at least one (1) year from the date the Board approves this Consent Order and until the civil penalty required in number five (5) of this Order has been paid by Respondent.
4. Respondent may apply to return her certificate to active status by submission and approval of a reissuance application which includes:
 - a. Application form,
 - b. Payment of the application fee,
 - c. Three (3) moral character affidavits, and
 - d. Eighty (80) hours of CPE in the twelve (12) months preceding the application including an (8) hour accountancy law course as offered by the North Carolina Association of CPAs in a group-study format.
5. Respondent shall pay a one thousand dollar (\$1,000.00) civil penalty to be remitted to the Board prior to submitting a reissuance application.



6. Respondent agrees that failure to timely comply with any terms of this agreement and Consent Order shall be deemed sufficient grounds for revocation of her certificate.

CONSENTED TO THIS THE 2 DAY OF August, 2012.

Respondent Joyce Swenson

APPROVED BY THE BOARD THIS THE 24 DAY OF SEPTEMBER, 2012.

NORTH CAROLINA STATE BOARD OF CERTIFIED
PUBLIC ACCOUNTANT EXAMINERS



BY: [Signature]
President



NORTH CAROLINA
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
CASE #: C2012191

IN THE MATTER OF:
Myra L. Davis, #31162
Respondent

CONSENT ORDER

THIS CAUSE, coming before the North Carolina State Board of CPA Examiners ("Board") at its offices at 1101 Oberlin Road, Raleigh, Wake County, North Carolina, with a quorum present. Pursuant to N. C. Gen. Stat. § 150B-41, the Board and Respondent stipulate to the following:

1. Myra L. Davis (hereinafter "Respondent") is the holder of North Carolina certificate number 31162 as a Certified Public Accountant.
2. Respondent is alleged to have embezzled in excess of \$100,000.00 from the Glady Branch Baptist Church in Brevard, North Carolina.
3. Respondent neither confirms nor denies the aforementioned allegations.
4. Respondent wishes to resolve this matter by consent and agrees that the Board staff and counsel may discuss this Consent Order with the Board *ex parte*, whether or not the Board accepts this Consent Order as written. Respondent understands and agrees that this Consent Order is subject to review and approval by the Board and is not effective until approved by the Board at a duly constituted Board Meeting.

BASED upon the foregoing, the Board makes the following Conclusions of Law:

1. Respondent is subject to the provisions of Chapter 93 of the North Carolina General Statutes and Title 21, Chapter 8 of the North Carolina Administrative Code, including the Rules of Professional Ethics and Conduct promulgated and adopted therein by the Board.
2. The allegations as set out above, if proven, would constitute violations of 21 NCAC 08N .0201, and .0203(a) and (b)(1).



Consent Order - 2

Myra Davis

3. Per N.C. Gen. Stat. § 93-12(9), and also by virtue of Respondent's consent to this order, Respondent is subject to the action set forth below.

BASED on the foregoing and in lieu of further proceedings, the Board and Respondent agree to the following Order:

1. The Certified Public Accountant certificate issued to Respondent, Myra Davis, is hereby permanently revoked.
2. Respondent shall not offer or render services as a CPA or otherwise trade upon or use the CPA title in this state either through CPA mobility provisions or substantial equivalency practice privileges or in any other manner, nor shall Respondent claim or attempt to use any practice privileges in any other state based upon her surrendered North Carolina certificate.

CONSENTED TO THIS THE 21ST DAY OF August, 2012.

Myra J Davis
Respondent

APPROVED BY THE BOARD THIS THE 24 DAY OF SEPTEMBER, 2012.

NORTH CAROLINA STATE BOARD OF CERTIFIED
PUBLIC ACCOUNTANT EXAMINERS



BY: [Signature]
President



NORTH CAROLINA
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
CASE #: C2011188

IN THE MATTER OF:
Sheila Marsh Edmonds, #28100
Respondent

ORDER

THIS MATTER having come before the Board with a quorum present, and having been consented to by the Respondent, the Board finds and orders as follows:

FINDINGS OF FACT

1. Sheila Edmonds (hereinafter "Ms. Edmonds") is the holder of a certificate as a Certified Public Accountant in North Carolina.
2. Ms. Edmonds failed to timely file the annual firm registration for Sheila Edmonds, CPA, as required by N. C. Gen. Stat. § 93-12 (7b) and 21 NCAC 08J .0108(b) and (g), and 08N .0213.
3. Ms. Edmonds subsequently renewed her firm, which was received by the Board on April 13, 2011, in excess of 60 days but not more than 120 days from the annual firm registration deadline.
4. Pursuant to 21 NCAC 08J .0111 (2), because Ms. Edmonds' infraction was for a period in excess of 60 days but not more than 120 days, the appropriate penalty is \$200.00.
5. Ms. Edmonds has paid her civil penalty and consents to the entry of this Order and has waived any right to a hearing.
6. The Board members present, representing a quorum of the Board, have decided to accept Ms. Edmonds' payment as full resolution of the aforementioned violations.

This the 24 day of September, 2012.



NORTH CAROLINA STATE BOARD OF CERTIFIED
PUBLIC ACCOUNTANT EXAMINERS

BY: _____
President

[Handwritten signature]

NORTH CAROLINA
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
CASE #C2012254

IN THE MATTER OF:
Roger M. Jennings, #10362
Respondent

ORDER

THIS MATTER having come before the Board with a quorum present, and having been consented to by the Respondent, the Board finds and orders as follows:

1. Roger M. Jennings (hereinafter "Mr. Jennings") is the holder of a certificate as a Certified Public Accountant in North Carolina.
2. Mr. Jennings failed to timely renew or cancel the annual firm registration for Roger M. Jennings, CPA, in accordance with provisions as required by N. C. Gen. Stat. § 93-12 (7b) and 21 NCAC 08J .0108 (b) and (g), and 08N .0213.
3. Pursuant to 21 NCAC 08J .0111(3), because Mr. Jennings' infraction was for a period of more than 120 days, the appropriate penalty is \$500.00.
4. Mr. Jennings has paid his civil penalty and consents to the entry of this Order and has waived any right to a hearing.
5. The Board members present, representing a quorum of the Board, have unanimously decided to accept Mr. Jennings' payment as full resolution of the aforementioned rules violation.

This the 24 day of September, 2012.



NORTH CAROLINA STATE BOARD OF CERTIFIED
PUBLIC ACCOUNTANT EXAMINERS

BY: _____
President

NORTH CAROLINA
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
CASE #: C2011044

IN THE MATTER OF:
George A. Watson, III, #18984
Respondent

BOARD ORDER
TO DISMISS

THIS CAUSE coming before the North Carolina State Board of Certified Public Accountant Examiners (the "Board") at its offices at 1101 Oberlin Road, Raleigh, Wake County, North Carolina, at public hearing, with a quorum present, on September 24, 2012, before the conclusion of presentation of evidence, upon motion duly seconded, the Board dismissed the hearing by a vote of 6 to 0.

This the 24th day of September 2012.



NORTH CAROLINA STATE BOARD OF CERTIFIED
PUBLIC ACCOUNTANT EXAMINERS

BY: _____
President