

PUBLIC SESSION MINUTES
North Carolina State Board of CPA Examiners
August 22, 2011
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 Michael C. Jordan, CPA.

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

GUESTS: James T. Ahler, CEO, NCACPA; Sharon Bryson, COO, NCACPA; Debbie Lambert, CPA, Chair, NCACPA; Joanne M. Phillips, CPA, NCACPA; and Curt Lee, Legislative Liaison, NCSA.

CALL TO ORDER: President Rodriguez called the meeting to order at 10:02 a.m.

MINUTES: The minutes of the July 25, 2011, meeting were approved as submitted.

FINANCIAL AND BUDGETARY ITEMS: The July 2011 financial statements were accepted as submitted.

Mr. Cook, Chair of the Audit Committee, presented the draft audit report. Messrs. Cook and Harris moved to approve the Board audit report (Appendix I) for year ending March 31, 2011. Motion passed.

NATIONAL ORGANIZATION ITEMS: Mr. Brooks reported on the Executive Staff's attendance at the NASBA Peer Review Oversight Committee Summit meeting held August 16, 2011, in Charleston, SC.

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

Case No. C2011083 - Baxter J. Myers - Approve the signed Consent Order (Appendix II).

Case No. C2011015 - Harold J. Gilpin, II - Approved the signed Consent Order (Appendix III).

Case No. C20097272 - Close the case without prejudice.

Case No. C2011167 - Close the case without prejudice.

Case No. C2010241 - Close the case without prejudice.

Case No. C2010092 - Stephanie Wilcox - Accept the signed Consent Order (Appendix IV).

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:

William James Fechtel Eddings
Taisiya Oliphant

Original Certificate Applications - The following were approved:

Derek Leigh Bomar	Kristin Danielle Mayo
Matthew Lee Bork	Patrick David McCamy
Lindsay Rebecca Brown	Jaimic Lee Niemond
Debra Jean Chamra	Olga Igorevna Oganosov
Candace Fay Chapman	Taisiya Oliphant
John Russell Chirokas	Timothy Mark Parnell
Joy Shenice Clark	Arpit Sarabhai Patel
Katharine Rose Conroy	Michael Brandon Penegar
Darious Blake Eason	John Michael Sesta
William James Fechtel Eddings	Justin Edward Sika
Michael Antonio Jose Figuera	Kathleen Muller Stefanick
Cheryl Ann Fluhr	Xichen Sun
Carly Amanda Fortuna	Peter Loring Tyler II
Joseph Andrew Hamlin Jr.	Ryan Lance Walton
Lynn Marie Harris	Hedao Wang
Bing Huang	Jennifer Serene Weaver
Stephanie Barasch Jester	Barry Matthew Williams
Mary Grace Keller	John Cameron Williams
Kelly Christine Lambe	Whitney Danielle Williams
Heather A. Lohneiss	Brett James Wood

Staff reviewed and recommended approval of the original application submitted by Marc Michael Rhodes. Mr. Rhodes failed to disclose pertinent information with his exam application but provided it with his certificate application. Staff recommended approval of the application with a one-year probationary period. The Committee approved staff recommendation.

Reciprocal Certificate Applications - The following were approved:

Victoria Jane Hellen
Brian Robert Keel
Robert Anthony LaTourette
Robert Emmett Leonard
Erika D. Lipkin

Dennis Richard Price
Michael Anthony Tomlinson
Kevin David Wharton
Jeffrey Adam Williams

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

Tracey Ann Powell T6433
Bradley Joseph Smith T6434
Sherine Anthea Cross T6435
Megan Elizabeth Wallace T6436
Drew David Westall T6437
Richard Todd Lich T6438
Lisa Kaye Simpson T6482
Bollie Lee Jarratt T6483

Michael Paul Beland T6484
Jason Robert Ritter T6485
Helen Page Bradick T6486
Rajju Bajracharya T6487
Heidi Ann Ibach T6488
Rene Ryan Dorton T6489
Yikui Deng T6490
Adam Douglas Yoder T6491

Reinstatements - The following were approved:

Paul Glenn Bailey #20979
Amy Lee Boswell #33569

Diane Jackson Britt #24350
Martha Susan Nifong #12772

Reissuance of New Certificate and Consent Agreement - An application for reissuance of new certificate and consent agreement submitted by Teresa Maynard Walker (#20636) was approved.

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

Jason P Bailey CPA, PC
Georgia Baransky, C.P.A., P.C.
Jeanne F. Coleman, CPA, PLLC

Eric Little, CPA PLLC
Rhonda C. Lowman, CPA, P.A.
Robert J. Rickert, CPA, P.C.

Retired Status Applications - The Committee approved the following requests for retired status because the individuals are completely retired and do not receive any earned compensation for current personal services in any job whatsoever:

Alison Adkins Groene #21192
Anne Nelson Loeb #16459

Extension Requests - The Committee approved Lisa Kemp Carter (#20689) for extension for completion of CPE until June 30, 2011.

Firm Renewal and Peer Review Matters - The firm DP Smith has not submitted a renewal or termination request and more than 120 days have passed after the deadline. Staff recommended referral to the Professional Standards Committee. The Committee approved staff recommendation.

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

Stephen Adams	Julie Cooper
Jonathan Adkins	Scott Coppola
Brian Antoszyk	Jillian Cosentino
Erica Asarisi	Alesia Cotman
Brent Ashburn	Michael Coward
Lindsay Bachner	Kristen Cox
Kathryn Bakstad	Lauren Cozzarelli
Lauren Barnes	Jennifer Craig
Jonathan Baxter	Megan Creed
Paul Benedict	Bryce Creedon
Joshua Berry	Natalie Crisp
Parag Bhutta	Matthew Crocker
Laina Biglow	Frank Crutchfield
Paul Blaylock	Jonathan Dean
Grayson Blow	Jessica DeSantis
Anne Bosman	Chad DesMarteau
Andrew Bowman	Leslie Donathan
Michele Brewer	Michael Dooling
Joshua Brown	Anna Dunbar
John Brown, Jr	Jenna Ertel
Tracy Bryne	Amber Esmond
Brad Bullis	Ashley Farrish
Faith Bynum	Rachel Filip
Kimberly Byrd	Misko Filiposki
Lauren Campbell	Mary Fischer
Megan Cappy	David Fleming, Jr
Emily Carriel	Olivia Fong
Kevin Chang	Sue Francis
Justin Coley	Damien Franklin
Ly"ondra Collins	Russell Frey
Clark Colosimo	Ashley Fromm
Hillary Colvin	Megan Gabel

Rachel Gable
Carleton Gallagher
Jessenia Garcia
Elizabeth Garcia
Crystal Gay
Robert Gentry
Crystal Gibson
Walid Gnouma
Suzanne Graves
Brandon Hall
Quincy Halliday, IV
Ashley Hare
Laura Hartley
Warren Harvey
George Hendrix
Samuel Hess
Christian Hester
Lindsey Hodges
Timothy Hoff
Trudy Holder
Lisa Holmes
Jarred Hunter
Timothy Isom
Christina Jackson
Myron Jacobs
Magda Jezovicova
Jay Johnson
Ronnie Johnson
Somer Johnson
Amanda Jones
NamHee Jones
Joshua Jones
John Jones
Ashleigh Joyner
Jacob Joyner
Cindy Keen
Euna Kim
Perry King
Jennifer Kirts
Ashley Kitchen
Allison Klein
Amy Kolster
Michael Kornegay

Daniel Kramer
Angel Kulich
Amber Lancaster
Pamela Lauchengco
James Lawson
Alexandra Lewis
Ying Li
Courtney Little
Kiri Longa
Dawn Lopez
Matthew Lynch
James Mackintosh, IV
William MacMinn
Krystal Magazine
Carroll Mann
Heather Marshall
Mark Martines
Stephen Mason
Peter Mataragas
Kevin May
Lisa McClinton
Melonie McCurry
Sean McGrath
John McGurrin
Matthew McLean
Matthew McNealy
Michael Means
Thomas Medlin
Ricardo Mendonsa
Patrick Milburn
Brandon Miller
Jennifer Milton
Joshua Mitchell
Adam Morris
John Morris
Jami Morrison
Mary Morrison
Megan Morrissey
David Murphy
Jeffrey Myers
Neil Naik
Jamie Nance
Hien Nguyen

Ryan Nicollerat
Christopher Niedermann
Wyona Niglio
Phillip Norriss
Laura Oden
Joseph Oehmann
Victor Ofori-Boadu
Shalimarie Otero
George Pappas
Erin Park
John Passyn
Prapti Patel
John Payne
Mark Pennline
Carlos Perez
Armand Perez
Sarah Powers
Beverly Pressley
Carlton Price
Adline Ravnell
Roland Reed
Gwendolyn Reilly
Ktura Rendleman
Kayla Rice
Kevin Roach
Justina Roberts
Michael Roberts
Molly Robinson
Patti Roebuck
Amy Rogers
Ryan Rogers
Jennifer Romanski
Irene Ross-Piazza
Abraham Rubio
Daniel Saint
Uttam Saraswat
Brett Senchyshyn-Maciukiewicz
Walter Shoczolek
Daniel Shulman
Gary Sigafos
Abdoulie Sissoho
Stephen Skidmore
Mark Smith

Cameron Smith
Keturah Spann
Heath Stafford
Adam Steele
Marcus Stevens
Clark Stevens
Sheena Stevens
Amie Stewart
April Stocks
David Stone
Johnny Stone, Jr
Travis Strickland
Barbara Stutz
Kevin Surratt
Thomas Swain
Matthew Sykes
Claire Tamer
Willie Tate
Colin Taylor
John Taylor
Kodjo Tcheignon
Teryl Teasdell
Lee Thaxton
Patrice Thompson
Deana Thorps
Alan Toler
Robert Tomasula
Keri Trexler
Gautham Venkatasubramanian
Charles Walker
Paul Ward
Ashley Warren
Crystal Warren
Christopher Watts
Zeno Weidenthaler
Zachary Weston
Jeanne-Claire White
Tara White
James Willcox
Robert Williams
Clarence Williams, III
Carly Wilson
Jennifer Wilson

Gary Wize
Jacob Woodfin
Bradley Worthen
Yunhua Wu
Ko Yun Yang

Jacquelyn Yellin-Mungo
Adrian Yongue
Tionda Young
Fenge Zhang

Staff recommended that the Committee determine and accept the grades received for the April - May 2011 exams. Twenty-five files with grade reports were haphazardly selected and reviewed by Board members. The Committee determined and accepted the grades.

PUBLIC HEARING: President Rodriguez called the Public Hearing to order to hear Case No. C20081285 - Paul L. Erickson. Mr. Erickson was present at the Hearing and was not represented by counsel at the Hearing. Mr. Erickson was sworn and presented testimony. Messrs. Baldwin and Harris moved to enter Closed Session without Executive Staff, Staff Attorney, or Legal Counsel present, but with Valerie Bateman, Esq., present. The Board re-entered the Hearing and Ms. Lynch and Mr. Cook moved to approve a Board Order (Appendix V) permanently revoking as of April 21, 2009, the North Carolina CPA certificate issued to Mr. Erickson. Motion passed with six (6) affirmative votes and zero (0) negative votes. The entire Public Hearing is a matter of public record.

CLOSED SESSION: Mr. Cook and Ms. Lynch moved to enter Closed Session to consider a personnel matter. Motion passed.

PUBLIC SESSION: Messrs. Jordan and Harris moved to re-enter Public Session to continue with the Agenda. Motion passed.

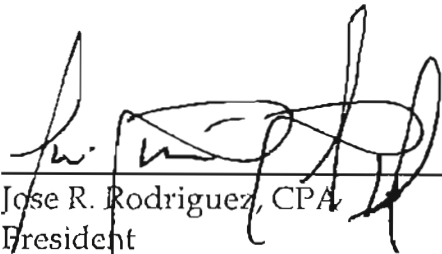
EXECUTIVE STAFF AND LEGAL COUNSEL REPORT: The Board reviewed and approved the 2012 Board meeting schedule as presented by the Executive Staff.

ADJOURNMENT: Messrs. Cook and Jordan moved to adjourn the meeting at 11:59 pm. 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, 2011 AND 2010**

NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEARS ENDED MARCH 31, 2011 AND 2010

BOARD MEMBERS

Jose R. Rodriguez, CPA, President

William Hunter Cook, CPA, Vice-President

Marla M. Lynch, Esquire, Secretary-Treasurer

Barton W. Baldwin, CPA

Bucky Glover, CPA

Jordan C. Harris, Jr.

Michael C. Jordan, 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, 2011 AND 2010

TABLE OF CONTENTS

	<u>Page</u>
MANAGEMENT'S DISCUSSION AND ANALYSIS.....	1-2
INDEPENDENT AUDITORS' REPORT.....	3-4
FINANCIAL STATEMENTS	
Statements of Net Assets	5
Statements of Revenues, Expenses, and Changes in Net Assets.....	6
Statements of Cash Flows.....	7
Notes to Financial Statements.....	8-14
SUPPLEMENTARY SCHEDULES	
Administrative Expenses	15
Examination Expenses	16
Building Expenses	17
Budget and Actual Revenues, Expenses, and Changes in Net Assets	18

NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2011

The following is a discussion and analysis of the Board's financial performance for the fiscal year ended March 31, 2011. Please read it in conjunction with the financial statements which follow this section.

Financial Highlights

The operating revenues of the Board increased \$36,427, or 1.39%, due primarily to an increase in the examination fee revenue due to an increase in the number of candidates sitting for the Uniform CPA Examination.

The net non-operating revenues of the Board decreased \$11,065, or 28.30%, due to a substantial decrease in interest income. Another source of non-operating revenue is rental income. However, the portion of the building held for rental purposes (25%) was not rented in the current fiscal year. This temporary vacancy does not require any recognition of impairment to the building.

The operating expenses of the Board decreased \$21,822, or .80%, due primarily to a decrease in legal counsel and hearing expenses resulting from hiring a staff attorney and the reimbursement of administrative cost associated with consent orders.

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 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, 2011

Basic Financial Statements – continued

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

	As of and for the fiscal year ended March 31, 2011	As of and for the fiscal year ended March 31, 2010
Current assets	\$ 1,777,294	\$ 1,835,468
Capital assets - net of depreciation	911,349	954,030
Total assets	2,688,643	2,789,498
Current liabilities	508,127	565,983
Non-current liabilities	75,307	77,384
Total liabilities	583,434	643,367
Invested in capital assets	911,349	954,030
Unrestricted	1,193,860	1,192,101
Total net assets	\$ 2,105,209	\$ 2,146,131
Operating revenues	\$ 2,655,298	\$ 2,618,871
Operating expenses	2,724,269	2,746,091
Operating loss	(68,971)	(127,220)
Non-operating revenues	28,049	39,114
Change in net assets	\$ (40,922)	\$ (88,106)

Events Affecting Future Operations

Increase in Annual Individual Certificate Renewal Fees - Effective for the 2011/2012 license year the annual individual certificate renewal fee was increased from \$50 to \$60. It is estimated that the Board's licensing fee revenues in future years will increase between \$180,000 and \$190,000.

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.

**BOYCE, FURR & COMPANY, 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, 2011 and 2010, 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, 2011 and 2010, 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 an 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.

August 22, 2011

Boyer, Furr & Company, LLP

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

ASSETS	<u>2011</u>	<u>2010</u>
Current assets		
Cash and cash equivalents	\$ 55,592	\$ 142,856
Certificates of deposit	1,709,870	1,691,630
Accounts receivable	11,832	982
Total current assets	<u>1,777,294</u>	<u>1,835,468</u>
Capital Assets		
Land	300,000	300,000
Building	512,471	534,243
Furniture	2,638	2,630
Equipment	51,038	44,042
Software	44,868	68,773
Vehicle	334	4,342
Total capital assets-net of depreciation	<u>911,349</u>	<u>954,030</u>
 TOTAL ASSETS	 <u>2,688,643</u>	 <u>2,789,498</u>
 LIABILITIES		
Current liabilities		
Accounts payable	38,251	22,170
Due to examination vendors	404,666	481,313
Unearned revenue	65,210	62,500
Total current liabilities	<u>508,127</u>	<u>565,983</u>
Non-current liabilities		
Accrued vacation	<u>75,307</u>	<u>77,384</u>
 TOTAL LIABILITIES	 <u>583,434</u>	 <u>643,367</u>
 NET ASSETS		
Invested in capital assets	911,349	954,030
Unrestricted net assets	<u>1,193,860</u>	<u>1,192,101</u>
 TOTAL NET ASSETS	 <u>\$ 2,105,209</u>	 <u>\$ 2,146,131</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

	2011	2010
OPERATING REVENUES		
Examination fees		
Examination candidates	\$ 1,589,183	\$ 1,564,754
Other	1,150	972
	1,590,333	1,565,726
Licensing fees		
Certificate fees	989,800	978,350
Professional corporation fees	38,780	41,090
Partnership registration fees	35,080	32,270
	1,063,660	1,051,710
Miscellaneous	1,305	1,435
TOTAL OPERATING REVENUES	2,655,298	2,618,871
OPERATING EXPENSES		
Administrative (page 15)	1,566,714	1,575,122
Examination (page 16)	1,121,545	1,132,728
Building (page 17)	36,010	38,241
TOTAL OPERATING EXPENSES	2,724,269	2,746,091
OPERATING LOSS	(68,971)	(127,220)
NON-OPERATING REVENUES (EXPENSES)		
Interest income	34,178	42,560
Credit card rebates	5,700	9,050
Gain/loss on sale/disposition of equipment	175	250
Building expenses (page 17)	(12,004)	(12,746)
TOTAL NON-OPERATING REVENUES	28,049	39,114
CHANGE IN NET ASSETS	(40,922)	(88,106)
NET ASSETS - BEGINNING OF YEAR	2,146,131	2,234,237
NET ASSETS - ENDING OF YEAR	\$ 2,105,209	\$ 2,146,131

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

	2011	2010
Cash flows provided from (used for) operating activities		
Cash received from fees	\$ 2,656,702	\$ 2,625,286
Other cash received	1,305	1,435
Cash payments to employees for services	(795,006)	(758,171)
Cash payments for administrative, examination, and building expenses	(1,923,896)	(1,869,222)
Net cash used for operating activities	(60,895)	(672)
Cash flows provided from (used for) capital and related financing activities		
Acquisition of capital assets	(35,922)	(24,446)
Proceeds from the sale of assets	175	250
Net cash used for capital and related financing activities	(35,747)	(24,196)
Cash flows provided from (used for) investing activities		
Proceeds from maturing certificates of deposit	1,232,931	1,090,272
Purchases of certificates of deposit	(1,251,778)	(1,240,246)
Interest income	34,786	42,141
Rental building expense	(6,561)	(6,796)
Net cash provided from (used for) investing activities	9,378	(114,629)
Net decrease in cash	(87,264)	(139,497)
Cash and cash equivalents - beginning of year	142,856	282,353
Cash and cash equivalents - end of year	\$ 55,592	\$ 142,856
Reconciliation of operating loss		
to net cash used for operating activities		
Operating loss	\$ (68,971)	\$ (127,220)
Adjustments to reconcile operating loss		
to net cash provided from (used for) operating activities:		
Depreciation	73,160	78,167
Credit card rebates redeemed	5,700	9,050
Changes in assets and liabilities		
Accounts receivable	(10,850)	19,235
Accounts payable	16,080	(14,161)
Due to examination vendors	(76,647)	18,688
Unearned revenue	2,710	7,850
Accrued vacation	(2,077)	7,719
Total adjustments	8,076	126,548
Net cash used for operating activities	\$ (60,895)	\$ (672)

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, 2011 AND 2010

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, 2011, and 2010, the Board had 18,565 and 18,332 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, 2011 AND 2010

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 operations 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, 2011, 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.

NORTH CAROLINA STATE BOARD OF CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
 NOTES TO FINANCIAL STATEMENTS
 FOR THE FISCAL YEARS ENDED MARCH 31, 2011 AND 2010

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

Certificates of Deposit

The certificates of deposit are recorded at cost plus accrued interest. As of March 31, 2011, the Board owned the following certificates of deposit at local financial institutions:

<u>Maturity Date</u>	<u>Rate</u>	<u>Balance</u>
12/13/11	2.500%	\$ 210,802
12/28/11	2.000%	243,635
12/29/11	2.000%	243,576
01/24/12	2.350%	262,005
10/29/12	1.650%	241,634
07/29/12	1.590%	153,237
08/26/12	1.590%	153,032
09/25/12	1.840%	101,949
<u>04/04/13</u>	<u>1.550%</u>	<u>100,000</u>
Total certificates of deposit		<u>\$ 1,709,870</u>

NORTH CAROLINA STATE BOARD OF CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEARS ENDED MARCH 31, 2011 AND 2010

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	-	-	782,127
Furniture	119,202	513	(5,797)	113,918
Equipment	171,676	30,908	(20,756)	181,828
Software	173,900	6,437	-	180,337
Vehicle	20,038	-	-	20,038
Totals at historical cost	<u>1,566,943</u>	<u>37,858</u>	<u>(26,553)</u>	<u>1,578,248</u>
Less accumulated depreciation for:				
Building	(247,884)	(21,772)	-	(269,656)
Furniture	(116,572)	(505)	5,797	(111,280)
Equipment	(127,634)	(21,975)	18,819	(130,790)
Software	(105,127)	(30,342)	-	(135,469)
Vehicle	(15,696)	(4,008)	-	(19,704)
Total accumulated depreciation	<u>(612,913)</u>	<u>(78,602)</u>	<u>24,616</u>	<u>(666,899)</u>
Capital assets, net	<u>\$ 954,030</u>	<u>\$ (40,744)</u>	<u>\$ (1,937)</u>	<u>\$ 911,349</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 has 25% of the space available for lease.

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, 2011 AND 2010

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

Interest Rate Risk. As a means of limiting its exposure to fair value losses arising from rising interest rates and to protect principal, the Board's investment policy limits its investments to maturities that coincide with required cash flows and to accounts and financial instruments of the highest quality as follows:

- (1) Obligations of the United States or obligations fully guaranteed both as to principal and interest by the United States.
- (2) Obligations of the State of North Carolina.
- (3) Time deposits of financial institutions with a physical presence in North Carolina.

Custodial Credit Risk. The Board maintains bank accounts consisting of cash, certificates of deposit, and money market funds with three banks in which the Federal Depository Insurance Corporation (FDIC) insurance of \$250,000 per depositor was exceeded by a combined total of \$372,261 on March 31, 2011. Throughout the fiscal year, the Board's bank accounts exceeded the amounts insured by the Federal Deposit Insurance Corporation.

Note 3 – Unearned Revenue

For both 2011 and 2010, 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 - 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.

NORTH CAROLINA STATE BOARD OF CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEARS ENDED MARCH 31, 2011 AND 2010

Note 4 - Net Assets - continued

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, 2011, were as follows:

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

Note 5 - 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 \$48,287 and \$47,837, for 2011 and 2010, respectively. Employee contributions totaled \$70,986 and \$61,264 for 2011 and 2010, respectively.

Note 6 - 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 7 - Scholarship Award Programs

Effective April 1, 2006, the Board approved a Uniform CPA Examination "coupon" program and graduate-level scholarship award program. The cost of the "coupon" program totaled \$21,907 and \$28,467 for 2011 and 2010, respectively and is netted against examination revenues. The graduate-level scholarships totaled \$13,000 and \$8,000 for 2011 and 2010, respectively, and are reported in administrative expenses.

NORTH CAROLINA STATE BOARD OF CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEARS ENDED MARCH 31, 2011 AND 2010

Note 8 - Subsequent Events

Management has evaluated subsequent events through August 22, 2011, which is the date the financial statements were available to be issued. They discovered no subsequent events that should be disclosed.

Note 9 - Reclassification

Certain amounts in the 2010 financial statements have been reclassified to conform to the 2011 presentation.

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

	2011	2010
ADMINISTRATIVE EXPENSES		
Salaries and employee benefits	\$ 1,017,119	\$ 980,192
Legal counsel and hearing expense	90,337	151,750
Travel and <i>per diem</i> - Board members	48,607	53,597
Postage	87,293	107,466
Depreciation	56,831	60,315
Printing	43,774	41,627
Credit card fees for license renewals	41,801	39,614
Staff travel	30,230	25,427
Internet website	17,868	15,980
Computer programming and assistance	3,635	12,839
Office supplies	28,116	9,384
Insurance	7,935	8,055
Scholarships	13,000	8,000
Telephone	6,472	5,942
Dues	7,875	7,270
Audit fees	6,850	6,600
Clipping service	3,869	3,695
Continuing education	1,642	1,137
Subscriptions	1,498	1,544
Repairs and maintenance on equipment	3,507	4,635
Miscellaneous	1,778	1,364
Payroll service	1,769	1,711
Computer software	41,190	23,838
Equipment rental	754	315
Banking fees	2,964	2,825
	\$ 1,566,714	\$ 1,575,122
TOTAL ADMINISTRATIVE EXPENSES		

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

	<u>2011</u>	<u>2010</u>
EXAMINATION EXPENSES		
Examinations and grading	\$ 1,117,645	\$ 1,127,728
Postage	<u>3,900</u>	<u>5,000</u>
TOTAL EXAMINATION EXPENSES	<u>\$ 1,121,545</u>	<u>\$ 1,132,728</u>

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

	<u>2011</u>	<u>2010</u>
OPERATING BUILDING EXPENSES		
Depreciation	\$ 16,329	\$ 17,852
Utilities	10,776	10,294
Maintenance	6,434	7,736
Insurance	<u>2,471</u>	<u>2,359</u>
 TOTAL OPERATING BUILDING EXPENSES	 <u>\$ 36,010</u>	 <u>\$ 38,241</u>
 NON-OPERATING BUILDING EXPENSES		
Depreciation	\$ 5,443	\$ 5,950
Utilities	3,592	3,431
Maintenance	2,145	2,579
Insurance	<u>824</u>	<u>786</u>
 TOTAL NON-OPERATING BUILDING EXPENSES	 <u>\$ 12,004</u>	 <u>\$ 12,746</u>

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

	For the Fiscal Year Ended March 31, 2011			For the Fiscal Year Ended March 31, 2010		
	Budget	Actual	Over (Under) Budget	Budget	Actual	Over (Under) Budget
REVENUES						
Examination fees	\$ 1,549,452	\$ 1,590,333	\$ 40,881	\$ 1,484,524	\$ 1,565,726	\$ 81,202
Licensing fees	1,087,050	1,063,660	(23,390)	1,067,250	1,051,710	(15,540)
Other	36,000	41,358	5,358	40,375	53,295	12,920
TOTAL REVENUES	<u>2,672,502</u>	<u>2,695,351</u>	<u>22,849</u>	<u>2,592,149</u>	<u>2,670,731</u>	<u>78,582</u>
EXPENSES						
Personnel	1,053,035	1,051,016	(2,019)	1,033,463	1,007,825	(25,638)
Examination	1,150,000	1,121,545	(28,455)	1,075,200	1,132,728	57,528
Office	318,350	319,924	1,574	298,600	301,635	3,035
Board and legal	218,610	138,944	(79,666)	251,238	205,347	(45,891)
Building	32,000	26,242	(5,758)	32,800	27,185	(5,615)
Depreciation	-	78,602	78,602	-	84,117	84,117
TOTAL EXPENSES	<u>2,771,995</u>	<u>2,736,273</u>	<u>(35,722)</u>	<u>2,691,301</u>	<u>2,758,837</u>	<u>67,536</u>
CHANGE IN NET ASSETS	(99,493)	(40,922)	58,571	(99,152)	(88,106)	11,046
NET ASSETS - BEGINNING OF YEAR	<u>2,146,131</u>	<u>2,146,131</u>	-	<u>2,234,237</u>	<u>2,234,237</u>	-
NET ASSETS - END OF YEAR	<u>\$ 2,046,638</u>	<u>\$ 2,105,209</u>	<u>\$ 58,571</u>	<u>\$ 2,135,085</u>	<u>\$ 2,146,131</u>	<u>\$ 11,046</u>

NORTH CAROLINA
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS
CASE #: C2011052

IN THE MATTER OF:
Baxter J. Myers, Jr., #7748
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. Baxter J. Myers, Jr. (hereinafter "Respondent") is the holder of North Carolina certificate number 7748 as a Certified Public Accountant.
2. Respondent consented to a Final Judgment issued by the United States District Court for the District of Columbia in a complaint filed by the Securities and Exchange Commission (SEC).
3. As a part of said Final Judgment, Respondent, without admitting or denying any allegation in the SEC's complaint, consented that he would be permanently restrained and enjoined from violating, directly or indirectly, Section 30A of the Securities Exchange Act of 1934 (Exchange Act), and permanently restrained and enjoined from aiding and abetting any violation of Sections 13(b)(2)(A) and 13(b)(2)(B) of the Exchange Act, and ordered to pay a civil penalty in the amount of \$40,000.00.
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 (NCAC), including the Rules of Professional Ethics and Conduct promulgated and adopted therein by the Board.

2. Per N.C. Gen. Stat. § 93-12(9), and also by virtue of Respondent's consent, the Board has the authority to impose discipline upon Respondent and to impose a civil monetary penalty.
3. If proven, the facts alleged in the SEC's complaint would constitute violations of 21 NCAC 08N .0201, .0203, and .0301(a).
4. By entering into the Final Judgment with the SEC, Respondent violated 21 NCAC .0204.

BASED on the foregoing and in lieu of further proceedings under 21 NCAC Chapter 8C, the Board and Respondent agree to the following Order:

1. Respondent's CPA certificate shall be suspended for one (1) year; however, said suspension shall be stayed.
2. Said suspension shall become active should the Board be advised of any violation by Respondent of the terms and conditions of the Final Judgment issued by the United States District Court.
3. Respondent shall pay a ten thousand dollar (\$10,000.00) civil penalty to be remitted with this signed Order.

CONSENTED TO THIS THE 26th DAY OF July, 2011.

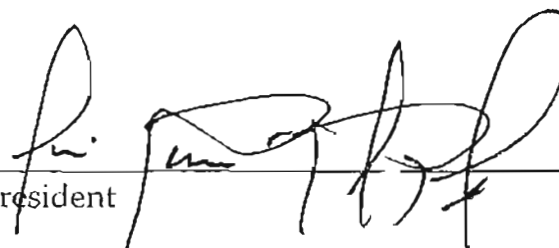


Respondent

APPROVED BY THE BOARD THIS THE 22 DAY OF August 2011.

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 #: C2011083

IN THE MATTER OF:
Harold J. Gilpin, III # 26852
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 North Carolina General Statute (N.C. Gen. Stat.) § 150B-41, the Board and Respondent stipulate to the following:

1. Respondent is the holder of North Carolina certificate number 26852 as a Certified Public Accountant.
2. Respondent informed the Board on his 2010-2011 individual certificate renewal (renewal) that he had obtained forty (40) hours of continuing professional education (CPE), had completed an annual Board-approved North Carolina ethics CPE course, and had completed at least eight (8) hours of non-self-study CPE to meet the 2009 CPE requirement.
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 2009 CPE requirement.
5. Respondent provided the CPE certificates of completion to the Board as requested. However, Respondent failed to provide the certificate of completion needed to document a Board-approved North Carolina ethics CPE course that Respondent claimed he earned between January 1, 2009, and June 30, 2010, as was reported on his 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 (NCAC), 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 N.C. Gen. Stat. §§ 93-12(8b)a, 93-12(9), 93-12(9)c, and 93-12(9)e and 21 NCAC 08J .0101(b), 08N .0202(a), .0202(b)(3), .0202(b)(4), and .0203(b)(1).

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

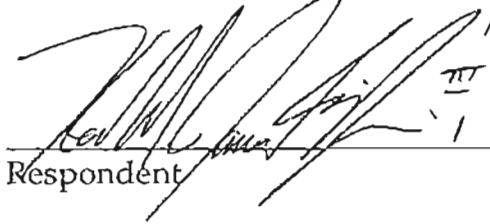
1. Respondent's application for renewal is deemed insufficient and untimely under N.C. Gen. Stat. § 150-B-3(a). Hence, his certificate is automatically forfeited pursuant to N.C. Gen. Stat. § 93-12(8b).
2. Respondent must return his certificate to the Board with this signed Consent Order.
3. Respondent may apply for the reissuance of his certificate after one (1) year from the date the Board approves the Consent Order if Respondent's certificate and the civil penalty required in number five (5) of this Order have been received by the Board.
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 the eight (8) hour accountancy law course as offered by the North Carolina Association of CPAs.
5. Respondent shall pay a one thousand dollar (\$1,000.00) civil penalty to be remitted to the Board within six (6) months of the date this signed Order is accepted by the Board.



Consent Order - 3
Harold J. Gilpin, III

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 license.

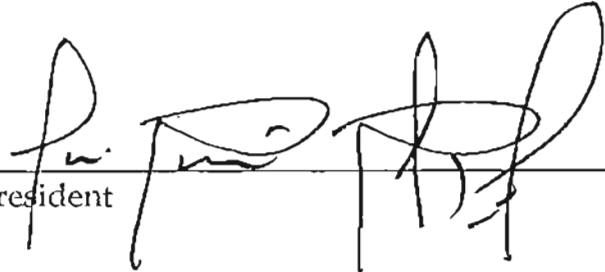
CONSENTED TO THIS THE 29th DAY OF July, 2011.


Respondent Harold J. Gilpin, III

APPROVED BY THE BOARD THIS THE 22 DAY OF August, 2011.

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 #: C2010092

IN THE MATTER OF:
Stephanie H. Wilcox, #33074
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:

1. Respondent is the holder of North Carolina certificate number 33074 as a Certified Public Accountant.
2. Respondent informed the Board on her 2009-2010 individual certificate renewal (renewal) that she had obtained forty (40) hours of continuing professional education (CPE), had completed an annual Board-approved North Carolina ethics CPE course, and had completed at least eight (8) hours of non-self-study CPE to meet the 2008 CPE requirement.
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 2008 CPE requirement.
5. Respondent provided the CPE certificates of completion to the Board as requested. However, Respondent was unable to provide adequate certificates of completion needed to document at least eight (8) hours of non-self study CPE taken between January 1, 2008, and June 30, 2009.
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:

Consent Order - 2
Stephanie H. Wilcox

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 (NCAC), including the Rules of Professional Ethics and Conduct promulgated and adopted therein by the Board. Per N.C. Gen. Stat. § 93-12(9), the Board has the authority to discipline the Respondent and to impose civil monetary penalties.
2. When reporting her 2008 non-self study hours, Respondent reasonably should have known that she was not allowed to carry forward any of her 2007 non-self study hours. In so doing, she violated 21 NCAC .0202(b)(3)&(4) which prohibit, among other things, representations which the CPA should know have the capacity to deceive in regard to maintaining certification or reporting CPE credits.

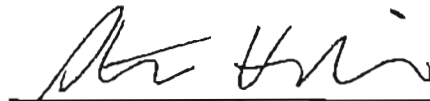
BASED on the foregoing and in lieu of further proceedings, the Board and Respondent agree to the following:

1. Respondent's application for renewal is deemed insufficient and untimely under N.C. Gen. Stat. § 150-B-3(a). Hence, her certificate is automatically forfeited pursuant to N. C. Gen. Stat. § 93-12(8b).
2. Respondent must return her certificate to the Board with this signed Consent Order.
3. Respondent may apply for the reissuance of her certificate after one (1) year from the date the Board approves the Consent Order if the Respondent's certificate and civil penalty have been timely received by the Board.
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. 3 moral character affidavits, and
 - d. Forty (40) hours of CPE in twelve (12) months preceding the application including an eight (8) hour accountancy law course as offered by the North Carolina Association of CPAs in a group study format.

Consent Order - 3
Stephanie H. Wilcox

5. Respondent shall pay a one thousand dollar (\$1,000.00) civil penalty to be remitted to the Board within six (6) months of the date this signed Consent Order is accepted by the Board.
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 license.

CONSENTED TO THIS THE 19th DAY OF August, 2011.

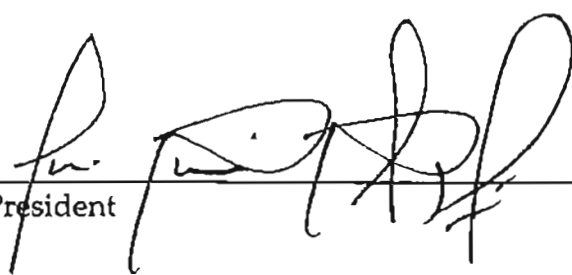


Respondent

APPROVED BY THE BOARD THIS THE 22 DAY OF August, 2011.

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 #: C20081285

IN THE MATTER OF:
Paul L. Erickson, #23991
Respondent

BOARD ORDER

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, the Board finds, based on the evidence presented at the hearing on August 22, 2011, that:

FINDINGS OF FACT

1. The parties have been properly identified.
2. The Board has jurisdiction over the Respondent and this Matter.
3. Respondent received at least fifteen (15) days written Notice of Hearing of this Matter by personal service, certified mail, or other approved personal delivery.
4. Venue is proper and the Noticed Hearing was properly held at 1101 Oberlin Road, Raleigh, North Carolina.
5. Respondent did not object to any Board Member's participation in the Hearing of this Matter.
6. Respondent was present at the Hearing and was not represented by counsel.
7. Respondent was the holder of a certificate as a Certified Public Accountant in North Carolina and is therefore subject to the provisions of Chapter 93 of the North Carolina General Statutes and Title 21, Chapter 8 of the North Carolina Administrative Code (NCAC), including the Rules of Professional Ethics and Conduct promulgated and adopted therein by the Board.

8. Respondent was licensed to practice in North Carolina as an Attorney At Law.
9. As a result of a hearing before the North Carolina State Bar's Disciplinary Hearing Committee (DHC), Respondent's license to practice law in North Carolina was suspended for five (5) years.
10. The DHC's findings were made following a duly noticed hearing before a competent tribunal, and were sustained on appeal as being supported by substantial evidence, and are thus adopted by this Board and incorporated by reference as if set out fully herein.
11. On April 21, 2009, the Board issued an "Emergency Order for Revocation and Notice," which revoked Respondent's Certificate for a period of time pending a hearing before the Board.
12. Despite the issuance of the Emergency Order, the Respondent continued to use the term CPA or Certified Public Accountant in the State of North Carolina in connection with offering or rendering professional services.

CONCLUSIONS OF LAW

1. Pursuant to N.C. Gen. Stat. § 93-12(9), the Board has the authority to impose discipline upon the Respondent.
2. Respondent's actions as set out above constitute violations of 21 NCAC 08N .0201, .0202, .0203, and .0204.
3. Respondent's continued use of the term CPA or Certified Public Accountant following his receipt of the Emergency Order is an aggravating factor.
4. This Board Order constitutes a Final Agency Decision of the Board pursuant to N.C. Gen. Stat. § 150B-42.

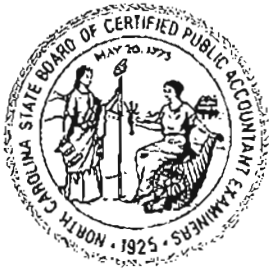
BASED ON THE FOREGOING, the Board orders in a vote of 6 to 0 that:

1. The Certified Public Accountant certificate issued to Respondent, Paul L. Erickson, is hereby permanently revoked commencing on April 21, 2009.

Board Order - 3
Paul L. Erickson

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 his permanently revoked North Carolina certificate.

This the 22nd day of August, 2011.



NORTH CAROLINA STATE BOARD OF CERTIFIED
PUBLIC ACCOUNTANT EXAMINERS

BY: _____
President