

**PUBLIC SESSION MINUTES**  
**North Carolina State Board of CPA Examiners**  
**April 23, 2013**  
**1101 Oberlin Road**  
**Raleigh, NC 27605**

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**MEMBERS ATTENDING:** Jose R. Rodriguez, CPA, President; Bucky Glover, CPA, Vice President; Maria M. Lynch, Esq., Secretary-Treasurer; Tawannah G. Allen, Ed.D.; Barton W. Baldwin, CPA; John M. Kledis, CPA; and Michael H. Womble, 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, Legal Counsel.

**GUESTS:** Linda Poulson, CPA, NCACPA; Suzanne Jolicoeur, Senior Manager, State Regulation & Legislation, AICPA and Walter C. Davenport, CPA.

**CALL TO ORDER:** President Rodriguez called the meeting to order at 10:09 a.m.

**MINUTES:** The minutes of the March 20, 2013, meeting were approved as submitted.

**FINANCIAL AND BUDGETARY ITEMS:** The March 2013 financial statements were accepted as submitted.

**LEGISLATIVE AND RULE-MAKING ITEMS:** Mr. Brooks provided an update on legislation that is directed at occupational licensing boards.

**STATE AND LOCAL ORGANIZATION ITEMS:** Messrs. Kledis and Glover moved to approve the Memorandum of Agreement (Appendix I) with the Local Government Commission, the Office of the State Auditor, and the NCACPA. Motion passed.

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

Case No. C2012058 - Melanie M. Starr - Approved the signed Consent Order (Appendix II).

Case No. C2012304-1 - Sandy M. Dobson, CPA - Approve the signed Consent Order (Appendix III).

Case No. C2012307-1 - David L. French, CPA - Approve the signed Consent Order (Appendix IV).

Case No. C2013006 - Daryl D. Mennen - Approve the signed Consent Order (Appendix V).

Case No. C2012423 - Close the case without prejudice.

**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:**

Tara Renae Harris

Fred Joseph Reill

**Original Certificate Applications - The following were approved:**

Carol Elizabeth Alverson  
Alicia Dawn Angell  
Alison Nicole Chilton  
Kenneth Jamison Crampton  
Kimberly Jean Crocker  
Brandon Joe Culp  
Kendall Smith Davis  
Emily Ann Fisher  
Patrick Ryan Furlong  
Nicholas Hahon Granack  
Carson Matthew Guy  
Tara Renae Harris  
Ronald Jeremy Hopkins  
Xianlian Huang  
Jarred Scott Hunter  
Kathleen Haley Keating  
Thomas Edward Key Jr.  
Stephen Andrew Lashower  
Judy Mak  
Stephen Robert Mason

Matthew Jordan Miller  
Christopher Roger Mills  
Jennifer Nicole Milton  
Megan Elizabeth Morrissey  
Andrew John Mulvihill  
Zhangying Qiu  
Meredith Fincher Rawls  
Fred Joseph Reill  
Lana Parker Richards  
Jonathan Ryan Scarpola  
Eva Herron Simpson  
Kaeli Kristin Sims  
Courtney Martin Smith  
Hannah Comer Stanley  
Clark Dewey Stevens  
Tomokazu Jonathan Takahashi  
Andrew Toniolo  
Ana Vazquez  
Benjamin Shaw Walker

**Reciprocal Certificate Applications - The following were approved:**

Deborah Mahler Baum  
Lyndsey Nicole Beasley  
Denise Marie Bennen  
Aaron Louis Blackmor  
Wendla Anne Boddy  
Rosanne Jane Brown

Deborah Shutters Butt  
Jonathan Michael Carie  
Andrea Rebecca Carlton  
Joshua Landon Chambers  
Montana Ashley Clelland  
Keri Phifer Cole

Sandra Jean Crumrine  
George Garrett Davis II  
Kimberly Keating DePietro  
Kayla Rose Diecker  
Elizabeth M. Downer  
Patrick McEntee Dunlavey  
Richard Thomas Ewart  
Camron Tyler Faulkner  
Blake Frawley  
Amelia Harra Georgiou  
Tuba Geredelioglu  
Mark Thomas Gossett  
Sharon Frances Hauser  
Timothy Charles Hinkle  
Laurel Elizabeth Holmes  
Stacy Michelle Johnson  
Ashley Marie Jones  
Erica Deshannon Jones  
Jennifer Jessen Jones  
Kata Jurcic  
Erin Michelle Kelley  
J. Thomas Knight  
Mackenzie Carter Koupal  
Michael Edward Koupal  
Meredith Boyd Kratt  
Steven Andrew Lamm  
Jennifer Marie Leary  
Beverly Waugh Luke  
Stephen Kenneth Malik  
Maria Madonna Mapagu

Murray Sherwood Marsh Jr.  
Heike Rosenbusch Massengale  
Christine Marie Mast  
Jamie Alise May  
Dennis Crawford McGlory Jr.  
David James McLaughlin  
Irene M. Meares  
Elizabeth Wright Nichols  
Lisa Arleen Owens-Jackson  
Kristi Anne Parrotte  
Jaymi Suryakant Patel  
Monali N. Patel  
Patricia Ann Perzel  
Yang Ran  
Sonya Carmela Rennick  
Kelli Diane Roberts  
Richard Lee Rodgers  
Jill Rebecca Ruvidich  
Rebecca Semones Scheumann  
Mark Alan Simpson  
Maticia Cotton Sims  
Timothy John Southard  
Roger Keith Spivey  
Timothy Neal Trout  
Kathryn Jean Tucker  
Andrew William Wehn  
Robert Justin Wilkes Sr.  
Heather Abigail Williams  
Samuel Frederick Wright IV  
Shannon Yoder

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

Patrick McEntee Dunlavey T7277  
Wendla Anne Boddy T7278  
Jill Rebecca Ruvidich T7279  
Murray Sherwood Marsh Jr. T7280  
Stacy Michelle Johnson T7281  
Thomas Joseph McNeish T7282  
Gary Baker T7283  
Michael Brian Biglin T7284  
J. Thomas Knight T7285

Sonya Carmela Rennick T7286  
Deborah Shutters Butt T7287  
Monali N. Patel T7288  
Kristi Anne Parrotte T7289  
Jennifer Lynne Hall T7290  
Michael Levy T7291  
Margaret Anne Davis T7292  
Michael Thomas Drury T7295  
Barbara Jean Sonnenschein T7296

Frederick Loel Brye Jr. T7297  
Allison Adrienne Cole T7298  
Ryan Don Miller T7299  
Robert Edward Mayhew T7300  
Laura Mangold Hester T7301  
Anthony M. Sharper Sr. T7302  
Brandon Lee Jessup T7303

Shawn Eric Levesque T7304  
Cory Michael Sunderland T7305  
Glen Joseph Spiniello T7306  
Victoria Maria Sumbs T7307  
Patrick James Dunn T7308  
Katherine Manning Byrne T7309

**Reinstatements** - The following were approved:

Elizabeth Ann Brown #31714  
Frank Erickson Ciszek #32969  
Robert Dodd Haynes #16306  
William Watkins Kelly Jr. #20934

James Clarke Murphy Jr. #28717  
David Keith Schrenker #34301  
Joshua Allen Slagle #34733  
Michael Joseph Tracey #24013

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

John Francis Amendola #19716  
Kristen Moore Goodlaxson #23677  
Daniel A. Landis #23260

Karen Fordham Martinez #30116  
Robin Poythress #20326

**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:

Claire Lee Chase #8582  
Maurice A. Fox #7722

Arthur Ray McGimsey #3268  
Harold Dean Sellers #13627

**Extension Requests** - The Committee approved the following individuals for extension for completion of CPE until the dates noted:

Danica Lynn Little #31533: 5/1/13

Bruce Rosenberg #15508: 3/31/13

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

Danielle Abernathy  
Mikhail Alexoudis  
Anthony Aliquo  
Cassie Allman  
David Almonte  
Victoria Argus

Douglas Arvin  
Sheila Ashley  
Danielle Atkinson  
Kathy Averett  
Luisa Babich  
LeAnn Bagasala

Bruce Baird  
Elizabeth Baker  
Kathryn Bakstad  
Jana Ballard  
Tommi Barbour  
Norma Barnes  
Irina Basarabeanu  
Daniel Beck  
Graham Bielamowicz  
Matthew Borders  
Kenneth Boyle  
Christina Brackins  
Amanda Brady  
Sally Brame  
Terrence Brennan  
Ebonyee Brincefield  
David Broome  
Douglas Brown  
Maricia Brown  
Michael Bruce  
Hope Buttitta  
Latesha Byrd  
Charles Cadwell  
Michelle Campbell  
Benjamin Canada  
Jenna Caprara  
Carolyn Castle  
Jonathan Castrey  
Melissa Castrey  
Saad Chaudhary  
Ning Chen  
Ray Chen  
Shuo Chen  
Hannah Childress  
Chun-Yuh Chou  
Tyler Cole  
Sarah Collins  
Katherine Conley  
Kenneth Cooper  
Margaret Correll  
Michael Cortes  
Evan Crim  
Reuben Dalton

Laura Davenport  
Emily Dean  
Molly Demarest  
Miloni Dhulia  
Felicia Diggs  
Rebecca DiPalazzo  
Robert Dobbins  
William Dudley  
Clifton Dunlap  
Antoinyce Eaton  
Veronica Edwards  
Susan Eisenhardt  
Peter Ekenstierna  
Ibrahim Elsayed  
James Engel  
Ashley Epps  
John Esposito  
Austin Eubanks  
Nicole Evanger  
Marisa Evans  
Claude Felmet  
Mary Fischer  
Bobby Fitziohn  
Olivia Fong  
Jennifer Ford  
Sina Forghani  
Adam Forsberg  
Natasha Foster  
Chelsea France  
Jonathan Frazier  
Russell Frey  
Natalie Friedman  
Chassidy Gaines  
Carleton Gallagher  
Matthew Garner  
Bria Gilchrist  
Carolyn Gile  
Andrew Gitt  
Adam Glass  
Daniel Glasser  
Kenneth Golpl  
Shirley Gomes  
Ashley Good

Deon Goode  
James Goodman  
Kevin Greats  
Matthew Green  
Melanie Green  
Patrick Griffin  
Kaitlyn Haake  
Susan Hagan  
Phillip Hale  
Cara Hall  
Brittney Hamm  
Joseph Haney  
Geri Hare  
Elizabeth Harris  
Felicia Harris  
Warren Harvey  
Elizabeth Hasz  
Margaret Helton  
Tamara Henderson  
Matthew Hess  
Nicholas Heyland  
Kayla Hicks  
Eric High  
Crystal Hill  
Andy Hoang  
Mallory Hobbs  
Jennifer Horne  
Tiffany Howard  
Wendi Howard  
Julia Howe  
HanWen Hsu  
Paul Huckle  
Daniel Hudson  
Rachel Humphries  
Mark Hunike  
Farabee Hussain  
Kevin Ingold  
Peter Irvin  
Deborah Jackson  
Joseph Jackson  
Mia Jackson  
Alex Jandrisevits  
John Jenkins

Tanya Jenkins  
Garrett Jernigan  
Timothy Jeter  
Lisa Johansen  
Amy Johnson  
Crystal Johnson  
Joy Johnson  
Stephen Johnson  
Nichole Jones  
Steven Joseph  
Jacob Karr  
Harpreet Kaur  
Nicole Keating  
Steven Khoury  
Ryan Kildoo  
Dae Kim  
Euna Kim  
David King  
Jonathan Kittel  
Joshua Kleinberg  
Alyssa Knies  
Justin Knight  
Larry Knop, Jr  
Elizaveta Koneva  
Peter Laczynski  
Kristen Lambert  
Bart Landen  
Bailey Langvardt  
Adam Lanier  
Timothy Lavender  
Elizabeth Lawrence  
Bao-Tran Le  
Brooke Leja  
Faye Levy  
Wei Li  
Edward Linton  
Matthew Long  
Stuart Long  
Amber Lopez  
Carrie Love  
Sarah Loving  
Travis Lowman  
Michael MacDermott

Amber Maddox  
Alen Makitan  
Robert Mallard  
Timothy Manton  
Marguerite Marks  
Darren Marshall  
Blakeley Martin  
Larry Martin  
David Maryanski  
Brian Masunda  
Nino Matic  
Meredith Matthews  
Susanne Matthews  
Kevin Maxwell  
Dananjaya Mayadunne  
Ryan McCarthy  
Michael McClam  
Jeffery McClendon  
Sarah McMillan  
Robert Meador  
Courtney Merton  
Alexander Mette  
Matthew Milbourn  
Brooke Miles  
Tanya Miller  
Dale Millns  
Patrick Mills  
Yue Min  
Bradley Moree  
Neal Morgan  
Alan Morrison  
Jessica Murphy  
Thomas Natale  
Sarah Neaves  
Hilary Nelson  
Thao Nguyen  
Chrysanthos Nikopoulos  
Kelsey Noonan  
Gwendoline O'Brien  
Thomas O'Connor  
Aaron Ordan  
Matthew Ostuni  
Andrea Pack

Srushti Parikh  
Carla Parker  
Rebecca Parks  
Tara Parks  
John Payne  
Laura Pennington  
William Perrault  
Lynda Peterson  
Amy Phillips  
Charlotte Pielak  
Amanda Pindar  
Alexander Pirro  
Emily Plauche  
Marisa Poccia  
Terri Pompey  
Sharon Pratto  
Katelan Price  
Leah Puening  
Justin Quinn  
Raghav Reddy  
Teresa Redman  
Sabina Redzovic  
John Reece  
Ashlyne Reid  
Nghie Reilly  
Patrick Reintgen  
Jared Reynolds  
Anthony Riccio  
Justin Rice  
Jennilee Richardson  
Anna Riddle  
Megan Ring  
Kevin Roach  
Kenneth Roberts  
Stephanie Rogers  
Judy Rollins  
Jessica Rosera  
Layna Roycraft  
Bartosz Ryba  
Carrie Sanderson  
Jessica Schwertner  
John Scotton  
Rebecca Seifel

Shay Sellati  
Elizabeth Senczy  
Gabrielle Shahid  
Sharon Sharpe  
Cheterra Sheff  
Chad Sherin  
Chon Shoaf  
Elton Shoemaker  
Joseph Simmons  
Chelsea Simon  
Richard Sincerbeaux, Jr  
Manjeet Singh  
Jyoti Singh  
Jared Sink  
Novlette Slade  
Cortney Slater  
Erica Sloan  
Susan Smitherman  
Matthew Spain  
Jeffrey Speanburg  
Karyn Spillers  
Kira Staggers  
Kyle Stamp  
Dominique Stevenson  
Victoria Stewart  
Kristen Stiefel  
Josh Strehle  
Teresa Striblin  
Patrick Stultz  
Yanming Sun  
Premalata Sundaram  
Ryan Szwejbka  
Julia Taranenko  
William Tate

Charles Taylor  
Martrice Terry  
William Tharrington  
Samone Thomas  
Zachary Thomas  
Matthew Thompson  
Andrew Tilley  
Thomas Timoney  
Robert Tomasula  
Tara Tripp  
Jamar Turner  
Taresa Turner  
Pamela Tyson  
John Umstead  
William Varnedoe, Jr  
Kelsey Vaughn  
Joseph Vestal  
Maya Viknius  
Lin Wang  
Matthew Welborn  
Donald Weymer  
Sandy Wheless  
Joel White  
Katelyn Wiese  
Blake Wilcox  
Meredith Will  
Shannon Williams  
Herbert Wilmer  
Karneisha Wolfe  
Brittany Wurdeman  
Mei Xiang  
Tiancheng You  
Zheng Zhuang  
Jonathan Zigman

Staff recommended that the committee determine and accept the grades received for the January - February 2013 exams. Twenty-five (25) files with grade reports were haphazardly selected and reviewed by Board members. The Committee determined and accepted the grades.

Staff reviewed and recommended disapproval of a hypothetical re-exam application. The applicant is currently under court-ordered probation for a DWI conviction. Staff

recommended disapproval of the application until probation is lifted consistent with 21 NCAC 08I .0104(f). The Committee disapproved the application.

**Letters of Warning** - Staff received and recommended approval of the requests to rescind the letters of warning awarded to the individuals listed below. The Committee approved staff recommendation:

Vernon Keith Gargus #32878  
Lee Sun Gauger #24694  
Robert Stephen Goodman #14301

Cary Westbrook McCormick #36469  
Timothy Adair Smith #33632  
Dale Andrew Whetstone #32873

**Firm Renewal and Peer Review Matters** - The firms listed below submitted a renewal or termination notice less than 60 days after the deadline. Staff recommended referral to the Professional Standards Committee. The Committee approved staff recommendation:

R. Todd Allran #17993  
A. F. Beamer #8569  
Janice Judy Bourne #33764  
Nancy P. Bourne #21558  
Lois Kathrine Green #33603  
Albert J. Jacobson #934  
Ellen M. McMillan #18875

Earl W. Morrow C.P.A., P.C.  
Earl Wayne Morrow CPA  
Courtney Murphy, CPA PLLC  
Courtney Hammock Murphy # 35611  
Cindy Neagle #28868  
Matthew Reeder #35983  
Teresa J. Todd #15906

**PUBLIC COMMENTS:** President Rodriguez recognized Walter C. Davenport, CPA, who thanked the Board for its nomination and support of him in securing the nomination for NASBA Vice Chair 2013-2014 and NASBA Chair 2014-2015.

**CLOSED SESSION:** Mr. Glover and Ms. Lynch moved to enter Closed Session to discuss the report of the Personnel Committee. Motion passed.

**PUBLIC SESSION:** The Board re-entered Public Session to continue with the Agenda.

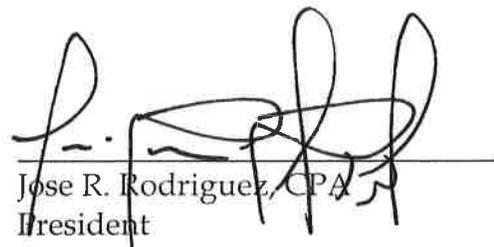
**ADJOURNMENT:** Messrs. Rodriguez and Womble moved to adjourn the meeting at 10:51 am. Motion passed.

Respectfully submitted:

Attested to by:



Robert N. Brooks  
Executive Director



Jose R. Rodriguez, CPA  
President

# Memorandum of Agreement

Appendix I

[Revised March 28, 2013]

## Background

Compliance with Generally Accepted Government Auditing Standards (GAGAS) and the overall quality of work performed are concerns to the undersigned on behalf of their organizations. In 2005, representatives from state government agencies and the public accounting profession came together to focus on known problems and discuss solutions. One of the solutions agreed upon by all parties was a quality review and referral process. Since then, the undersigned parties have discussed current circumstances and amended the process as described below.

The parties agree that the process represents an effective means of addressing concerns about governmental audit quality. To ensure that the agreement continues to effectively serve its intended purpose, all parties agree to reconsider the provisions of this agreement on an every-other-year basis or in the event that circumstances change to warrant reconsideration.

## Process

### Local Government Commission (LGC):

Representatives from the LGC, a section within the Department of State Treasurer, routinely receive annual audit reports and perform desk reviews on those reports. LGC representatives issue "white papers" to document this process and then work with CPA firms to correct reporting deficiencies and errors in these audit reports while addressing deficiencies noted in those "white papers."

The North Carolina State Board of CPA Examiners (State Board), in accordance with state public records law (G.S. Chapter 132), will request, and the LGC staff will provide, copies of "white papers" for rejected audits to the State Board. If, during the course of fulfilling its responsibilities for overseeing local government audits, the LGC obtains other information indicating that there is a significant risk of substandard audits being performed, such information will be provided to the Office of the State Auditor (OSA) and the State Board.

### Office of the State Auditor (OSA):

The OSA places reliance on local government audit reports when reporting on the State of North Carolina's compliance with requirements applicable to major federal programs. In particular, local governments perform a portion of the eligibility function for the State of North Carolina, and this function is audited by local CPAs. To help substantiate the basis for reliance on the other auditors' work, the OSA performs reviews of audit documentation related to certain federal program eligibility.

The OSA may find it necessary to review other auditors' work for other reasons. For example, based on the review of an audit contract, report for a state entity or an entity receiving state

funds, or referral from the LGC, the OSA may conclude that a review of the audit documentation is warranted.

At the conclusion of any of these reviews, the OSA provides the reviewed auditor with a letter of comments outlining recommended audit improvements and also requests a written response from the CPA firm. Based on the written response, the OSA may adjust its letter of comments.

The State Board, in accordance with state public records law (G.S. Chapter 132), will request, and the OSA will provide, copies of the final letters of comments, responses, and any related correspondence to the State Board.

**North Carolina State Board of CPA Examiners (State Board):**

State Board staff identifies risks of substandard audits through sources such as official complaints received, referrals from governmental agencies (including the LGC and OSA), and internal risk assessments performed by the State Board. Once a risk of a substandard audit is identified and assessed, the State Board staff may open a case for investigation. Cases opened are not public information.

State Board staff and staff attorney will present the case to the Professional Standards Committee which will determine if further action needs to be taken.

Nothing in this Agreement is intended to limit the authority of the State Board or dictate any particular course of action under that authority in matters dealing with compliance with standards.

**North Carolina Association of CPAs (NCACPA):**

The NCACPA, a voluntary membership association, will acknowledge and promote the process described above to its members so they are aware of the efforts to improve compliance with Generally Accepted Governmental Auditing Standards (GAGAS.) The NCACPA will continue to offer high quality professional development programs to enhance the competency of NC CPAs.

*T. Donce Holloway*  
Local Government Commission

*T. Vance Hester*

*5/3/13*

Date

*David Alwood*  
Office of the State Auditor

*5/3/13*

Date

*Jose Rayon Rodriguez*  
North Carolina State Board of CPA Examiners

*[Signature]*

*4/23/2013*

Date

*James T. Adler*  
North Carolina Association of CPAs

*5/17/13*

Date

NORTH CAROLINA

WAKE COUNTY

BEFORE THE NORTH CAROLINA  
STATE BOARD OF CERTIFIED PUBLIC  
ACCOUNTANT EXAMINERS  
CASE #: C2012058

IN THE MATTER OF:  
Melanie M. Starr, #16157

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. Melanie M. Starr (hereinafter "Respondent") is the holder of North Carolina certificate number 16157 as a Certified Public Accountant.
2. Respondent was engaged by a client to prepare a final and a fiduciary tax return for the client's deceased mother.
3. The client filed a complaint with this Board against Respondent making numerous allegations, including an allegation that copies of the returns were not provided to the client.
4. The Board determined that Respondent did in fact provide a copy of the returns to the client. However, a subsequent request from the client's attorney to Respondent went unanswered. As such, Respondent did not timely provide the client with the requested information.
5. Per 21 NCAC 08N .0305(g), CPAs in this State must provide clients with additional copies of their records, even though they may have already provided a previous copy. The CPA may charge a reasonable fee for those copies.
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 therein by the Board.

2. Respondent's action as set out above constitutes a violation of 21 NCAC 08N .0305(a).
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 22<sup>nd</sup> DAY OF MARCH, 2013.

Melanie M Stark  
Respondent

APPROVED BY THE BOARD THIS THE 23<sup>rd</sup> DAY OF April, 2013.

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 #: C2012304-1

IN THE MATTER OF:  
Sandy Dobson, CPA  
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. Respondent Sandy Dobson, CPA (hereinafter "Respondent firm"), is a registered certified public accounting firm in North Carolina.
2. Respondent firm received a "fail" on its most recent system peer review, with an acceptance letter date of August 29, 2011.
3. The failed system peer review noted a material departure from Generally Accepted Auditing Standards ("GAAS") by Respondent firm.
4. Respondent firm 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 firm 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 firm 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 therein by the Board.
2. Respondent firm's failure to comply with GAAS is a violation of 21 NCAC 08N .0403 and .0212.



3. By virtue of Respondent firm's consent to this order, Respondent firm is subject to the discipline set forth below.

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

1. Respondent firm is censured.
2. Since Respondent firm is under a pre-issuance review requirement by the AICPA Peer Review Committee, Respondent firm shall submit to the Board a copy of the pre-issuance reviewer's report.
3. Each of Respondent firm's professional staff participating in engagements subject to peer review shall take a minimum of sixteen (16) hours of group study Accounting and Auditing CPE coursework as part of their annual CPE requirements until such time as Respondent firm receives a pass on a system peer review, or a pass or pass with deficiencies on an engagement peer review.
4. Respondent firm shall provide the Board with copies of the Peer Review Report, Letter of Response, and Final Letter of Acceptance for Respondent firm's December 31, 2013, peer review.

CONSENTED TO THIS THE 25 DAY OF March, 2013.

Sandy Dobson CPA

Individual authorized to sign on behalf of Respondent Firm

APPROVED BY THE BOARD THIS THE 23 DAY OF April, 2013.

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 #: C2012307-1

IN THE MATTER OF:  
David L. French, CPA, P.A.  
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. Respondent David L. French, CPA, P.A. (hereinafter "Respondent firm"), is a registered certified public accounting professional corporation in North Carolina.
2. Respondent firm received a "fail" on its most recent system peer review, with an acceptance letter date of July 29, 2010.
3. The failed system peer review noted a material departure from Generally Accepted Auditing Standards ("GAAS") by Respondent firm.
4. Respondent firm 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 firm 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 firm 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 therein by the Board.



2. Respondent firm's failure to comply with GAAS is a violation of 21 NCAC 08N .0403 and .0212.
3. By virtue of Respondent firm's consent to this order, Respondent firm is subject to the discipline set forth below.

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

1. Respondent firm is censured.
2. Respondent firm shall provide a written statement to the Board that it will no longer be participating in, performing, or reviewing any engagements subject to peer review.
3. Prior to Respondent firm participating in, performing, or reviewing any engagements subject to peer review, Respondent firm shall be required to complete the following:
  - a. Prior to entering into any engagements subject to peer review, Respondent firm shall provide notification to the Board of Respondent firm's intention to enter into engagements subject to peer review;
  - b. Each of Respondent firm's professional staff participating in SSARS engagements shall take a minimum of eight (8) hours of group study SSARS CPE coursework as part of their annual CPE requirements until such time as Respondent firm receives a pass on a system peer review, or a pass or pass with deficiencies on an engagement peer review;
  - c. Each of Respondent firm's professional staff participating in any audit engagements shall take a minimum of eight (8) hours of group study Audit Update CPE coursework as part of their annual CPE requirements until such time as Respondent firm receives a pass on a system peer review; and
  - d. Pre-issuance reviews, to be performed by a pre-issuance reviewer approved by the Board, for all peer review engagements until determination is made by the Board that said engagements can be



Consent Order - 3  
David L. French, CPA, P.A.

performed by Respondent firm in accordance with applicable standards.

CONSENTED TO THIS THE 2nd DAY OF April, 2013.

David L French CPA  
Individual authorized to sign on behalf of Respondent Firm

APPROVED BY THE BOARD THIS THE 23 DAY OF April, 2013.

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 #: C2013006

IN THE MATTER OF:  
Daryl D. Mennen, #31734  
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 to the following Findings:

1. Respondent is the holder of North Carolina certificate number 31734 as a Certified Public Accountant.
2. Respondent informed the Board on his 2012-2013 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 his 2011 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 2011 requirements.
5. Respondent provided the CPE certificates of completion to the Board as requested. Respondent was unable to provide the certificate or certificates of completion needed to document completion of two (2) hours of an annual ethics CPE course that Respondent claimed he earned between January 1, 2011, and December 31, 2011, as was reported on his Renewal. Respondent was otherwise able to provide certificates of completion to show compliance with the 40-hour annual requirement for 2011.
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 the eight (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 4th DAY OF April, 2013.

Daryl Mennen  
Respondent  
Daryl Mennen

APPROVED BY THE BOARD THIS THE 23 DAY OF April, 2013.

NORTH CAROLINA STATE BOARD OF CERTIFIED  
PUBLIC ACCOUNTANT EXAMINERS



BY: [Signature]  
President

