

**PUBLIC SESSION MINUTES**  
**North Carolina State Board of CPA Examiners**  
**September 21, 2015**  
**1101 Oberlin Road**  
**Raleigh, NC 27605**

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**MEMBERS ATTENDING:** Michael H. Womble, CPA, President; Wm. Hunter Cook, CPA, Vice President; Jeffrey J. Truitt, Esq., Secretary-Treasurer; Murchison (Bo) Biggs, CPA; Cynthia B. Brown, CPA; Justin C. Burgess; and George W. Rohe, CPA.

**STAFF ATTENDING:** Robert N. Brooks, Executive Director; David R. Nance, CPA, Deputy Director; Frank Trainor, Esq., Staff Attorney; Lisa R. Hearne, Communications Manager; Jean Marie Small, Professional Standards Specialist; Buck Winslow, Licensing Manager; and Anna B. Choi, Esq., Legal Counsel.

**GUESTS:** James T. Ahler, CEO, NCACPA; Sharon Bryson, COO, NCACPA; Henry White, CPA, Chair, NCACPA Peer Review Committee; Art Winstead, CPA, Member, NCACPA Peer Review Committee; Mary Kelly, Administrator, NCACPA Peer Review Program; Amanda Davis, Director of Learning and Development, NCACPA; Jackie Asekhauno, Manager, NCACPA Learning; Suzanne Jolicoeur, Senior Manager, State Regulation & Legislation, AICPA; Curt Lee, Legislative Liaison, NCSA; Abby Adams; NCSU Student, Etim Jeremiah Udoh; and Officer K.C. Min, Raleigh Police Department.

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

**PUBLIC HEARING:** President Womble called the Public Hearing to order to hear Case No. C2015141 - Etim Jeremiah Udoh. Mr. Udoh was present at the Hearing and was not represented by counsel. Mr. Udoh was sworn in and presented testimony. Messrs. Womble and Cook moved to enter Closed Session without Executive Staff or Staff Attorney present, but with Anna B. Choi, Esq., Legal Counsel present to discuss the case. Motion passed. The Board re-entered the Hearing whereupon Messrs. Rohe and Cook moved to deny Mr. Udoh's request for modification of discipline. Motion passed with seven (7) affirmative votes and zero (0) negative votes. The Board Order will be written and then reviewed and approved at the October 22, 2015, meeting of the Board. The entire Public Hearing is a matter of public record.

**MINUTES:** The minutes of the August 24, 2015, meeting were approved as submitted.

**FINANCIAL AND BUDGETARY ITEMS:** The August 2015 financial statements were accepted as submitted.

**NATIONAL ORGANIZATION ITEMS:** Mr. Cook and Ms. Brown moved to approve the draft response to the AICPA Auditing Standards Board Exposure Draft on Auditing Standards, *Amendment to Statement on Auditing Standards (SAS) No. 122 section 700, Forming an Opinion and Reporting on Financial Statements*. Motion passed.

The Board reviewed correspondence from NASBA regarding possible fraudulent activities by universities and accrediting bodies; proposed bylaw changes from the NASBA Bylaws Committee for vote at the 2015 Annual Meeting; and the US Department of Labor regarding the quality of audit work by CPAs on employee benefit plans under ERISA.

**STATE AND LOCAL ORGANIZATION ITEMS:** President Womble reported on the September meeting of the Executive Committee and the suggestion of a strategic planning session of the Board. Messrs. Cook and Truitt moved to have a strategic planning session on January 9, 2016, at the Grandover Hotel in Greensboro. Motion passed.

Henry White, CPA, Chair of the NCACPA Peer Review Committee; Art Winstead, CPA, Member of the NCACPA Peer Review Committee; and Mary Kelly, Administrator of the NCACPA Peer Review Program made a presentation to the Board on the NCACPA Peer Review Program in North Carolina.

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

Case No. C2014064-1 and Case No. C2014064-2 - John M. Luddy and John McLeod Luddy, CPA - Approve the signed Consent Order permanently revoking the North Carolina CPA certificate (No. 16255) issued to John McLeod Luddy (Appendix I).

Case No. C2014232 - W. Douglas Karriker - Approve the signed Consent Order (Appendix II).

Case No. C2015216 - Andrew B. Keasler - Approve the signed Consent Order (Appendix III).

Case No. C2015130 - LaRue, Corrigan, McCormick & Teasdale, LLP - Approve the signed Consent Order (Appendix IV).

Case No. C2015157 - Sejong LLP - Approve the signed Consent Order (Appendix V).

Case No. C2015181 - Morris, Kalish + Walgren, P.C. - Approve the signed Consent Order (Appendix VI).

Case No. C2013172 - Paul David Musgrave - Approve a Notice of Hearing for January 28, 2016, at 10:00 a.m.

Case No. C2015190 - Joel M. Wilson - Approve a Notice of Hearing for February 22, 2016, at 10:00 a.m.

Case No. C2014166 - Close the case without prejudice.

Case No. C2015176 - Close the case without prejudice and with a Letter of Warning

Case No. C2015201 - Close the case without prejudice

**REPORT OF THE PROFESSIONAL EDUCATION AND APPLICATIONS COMMITTEE:** Mr. Rohe moved and the Board approved the following recommendations of the Committee:

**Transfer of Grades Applications** - The Committee recommended that the Board approve the following:

Linden Ryu Arakawa  
Alla Lopez

Fangzhou Qin

**Original Certificate Applications** - The Committee recommended that the Board approve the following:

Israel David Abitbol  
Linden Ryu Arakawa  
Leigh Elle Barie  
David Edward Batkiewicz  
Sarah Catherine Blythe  
David Wade Broome  
Kaitlyn Marie Byrd  
Elizabeth Ann Colner  
Bryce Joseph Abalos Creedon  
Anthony Eric Dent  
Carmen Lee Galloni  
Denise Lynn Gauthier  
Laura Elizabeth Gennings  
Michael Paul Gerica, II  
Brittain Taylor Redcay Haney  
Neville Thomas Hayes  
Jonathan Patrick Holder  
Amber Dawn Huffman

Peter Daniel Irvin  
Tyler C. Jaynes  
Jeffrey Andrew Johnson  
Jaskamal Kaur  
Ryan Heath Kildoo  
Roger Kessel Kurtz  
Matthew Everett Lee  
Rebecca Gail Leighty  
Naomi Marshall Lemmond  
Alla Lopez  
Erin Rosaleen Lyon  
Melonie Kali McCurry  
Andrew Thomas McMillan  
Sarah Gail McMillan  
Victoria May McMillen  
Tara Nicole Moser  
Fangzhou Qin  
Hanisha Prem Shah

Steven Matthew Shinall  
Allison Evette Simmons  
Mary Elizabeth Stonecypher  
Ziyi Sun

Alysse Michelle Swink  
Emily Watkins Weeks  
Alla Zakharova

Staff reviewed and recommended approval of the original application submitted by Gregory Thomas Wintermeier. Mr. Wintermeier 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 recommended that the Board approve staff recommendation.

**Reciprocal Certificate Applications** - The Committee recommended that the Board approve the following:

Kimberly P. Belcher  
Weixuan Luo  
Brandon Robert Mercado

Michael Joseph Palazzo, III  
Phaedra Xanthos

**Temporary Permits** - The Committee recommended that the Board approve the following temporary permits that were approved by the Executive Director:

Travis Patrick Fix, T8705  
Christopher Michael Rezendes, T8706  
Matthew Davenport Mosby, T8707  
Justin Francis, T8708  
Sarah Catherine Plunkett, T8709  
Michael Martin Lemberg, T8710  
Linda Ann Quick, T8711  
David Adam Mize, T8712  
Ved Vrat Gupta, T8713

Carola Elisabeth Roland, T8714  
Jennifer Lynn Deal, T8736  
Margaret Evalayne McGuire, T8737  
Jeffrey Ryan Rabinovich, T8738  
Brent Andrew Songer, T8739  
Gabbrielle Elizabeth Webb, T8740  
Carl David Cronin, T8741  
Aaron Reuben Kolko, T8742  
Derek Douglas Elenbaas, T8743

**Reinstatements** - The Committee recommended that the Board approve the following:

Barbara Gail Hein, #18413  
Mai Tram Vu Kim, #36630

Robert Edwards King, #2725

**Firm Registrations** - The Committee recommended that the Board approve the following professional limited liability companies that were approved by the Executive Director:

Tracy A. Dyer, CPA PLLC

Stephanie D Fritts CPA PLLC

**Letters of Warning** - Staff reviewed random CPE audits which listed 2013 CPE taken between January 1 and June 30, 2014, without an approved extension. Staff

recommended a Letter of Warning for a first offense pursuant to 21 NCAC 08G .0406(b)(1). The Committee recommended that the Board approve staff recommendation:

Gary William Dickson, #26994  
Kristy L. Illuzzi, #33240

William Glenn McNairy, #3704

Staff received and recommended approval of the requests to rescind the Letter of Warning awarded to Janet Burnett, #26577. The Committee recommended that the Board approve staff recommendation.

**Examinations** -The Committee recommended that the Board approve the following staff-approved applicants to sit for the Uniform CPA Examination:

Kristen Alston  
Lisa Ayer  
Angela Bagley  
Juliana Barber  
Michael Bass  
De-Kia Battle  
Josie Below  
Carrie Benton  
Jeffrey Berrier  
Ashley Bink  
Joseph Bodenheimer  
Stacie Brandhoefer  
David Brogan  
Emily Brown  
Hannah Brown  
Morgan Brown  
Steven Caponi  
Danielle Carty  
Devin Cass  
Stephen Cates  
Maitland Chase  
Abraham Chen  
Ruth Chu  
Patrick Click  
Elizabeth Colcord  
William Collum  
Evelyn Cone  
Hallie Corday  
Lindsay Cregger

Benjamin Crissman  
Stacy Daniel  
LaKeisha Davis  
Molly Davis  
Michael DeCarlo  
Caroline DeRhodes  
Jonathan DuBose  
Dana Dupree  
Nancy Elliott  
Kasie Elmore  
Karina Escalante  
Andy Ferrell  
Giovanni Figaro  
Holly Fisher  
Morgan Foody  
Nathan Francis  
Steven Franklin  
Jonathan Frazier  
Samuel Fulginiti  
Brian Funsch  
Matthew Fussell  
Mikel Gasmovic  
Chad Gibbs  
Caroline Gilbert  
Alexander Givens  
Matthew Gochis  
Davi Goncalves  
Taylor Gray  
Eric Greenfeather

Rachel Groce  
Arben Hankollari  
Michael Hardy  
Teresa Hawk  
Mengxin He  
Jacy Heeter  
Meredith Hensley  
Rodney Herring  
Matthew Hess  
Elizabeth Hester  
Daniel Hobbs  
Nathaniel Hookman  
Michael House  
Hilary Hughes  
Jonn Irving  
Heather Jackson  
Arnold Jones  
Jennifer Jordan  
Jordan Kay  
Rebecca Keefe  
Ashley Keen  
Doyeon Kim  
Joseph Kirby  
Morgan Kirby  
Chelsea Kowalchuk  
Keith Lane  
Kelly Larouche  
David Larsen  
Atlee Lenes  
Erin Lieder  
Julie Logan  
Sonya Long  
Ernest Lookabill  
Yolanda Lowery  
Jonathan Ludewig  
Karina Luthra  
Phuong Luu  
Colby Lynch  
Christi Manivanh  
Kathryn Manning  
Gina Martinez  
Zachary Matthews  
Peter Maxwell

Cathleen McCall  
Kathleen McCarthy  
Lee McCollum  
Henry McDonald  
Tonya McMannen  
Brandy Medina  
Brian Meyer  
Jeremy Mikell  
Vadim Mikhaylyants  
Zulema Moreno  
Joseph Morrow  
Lisa Morrow  
Newsam Mutamba  
Ryan O'Neal  
Kasidy Owens  
Mark Parsells  
Kenan Patel  
Katherine Patrick  
Jessica Peddycord  
Kenneth Pendleton  
William Perrault  
Sheetal Puri  
Lee Ramsey  
Thomas Ransdell  
Andrew Rector  
Melissa Reeger  
Amanda Richardson  
Olivia Richardson  
Kimberly Riley  
Liselotte Ross  
Joseph Schmelzle  
Karina Schneider  
Shay Sellati  
Payal Shah  
Phillip Shehdan  
Heather Shelton  
Jessica Sheridan  
Mindy Shires  
Misti Skinner  
Dylan Smith  
Meaghann Smith  
Natalie Smith  
Shana Spicer

Charles Sprouse  
Britt Stanford  
Courtney Struble  
Lori Sullivan  
Kenneth Sutts  
Andrea Taylor  
Kara Tedder  
Tamara Temple  
Palak Thakore  
Jeremy Tillett  
Jack Treesh  
William True  
Donald Vaughn  
Andre Viljoen  
Richard Wagner  
Shuo Wang  
James Wax

Delores Weaver  
Jonathan Weaver  
Travis Weaver  
Paul Weeks  
Kristin Wheeler  
Robert Wheeler  
Elizabeth Whitaker  
Christopher Wicks  
David Wieand  
Allison Williams  
Tyler Williams  
Nellie Wilson  
Leslie Wood  
Rachel Wright  
Jun Xiong  
Michael Zeblo

**CLOSED SESSION:** Ms. Brown and Mr. Burgess moved to enter Closed Session as requested by the Professional Standards Committee to obtain advice from Legal Counsel and the Staff Attorney regarding the use of the CPA credential. Motion passed.

**PUBLIC SESSION:** Messrs. Cook and Biggs moved to re-enter Public Session. Motion passed.

**ADJOURNMENT:** Messrs. Cook and Burgess moved to adjourn the meeting at 1:56 p.m. Motion passed.

Respectfully submitted:

Attested to by:



Robert N. Brooks  
Executive Director



Michael H. Womble, CPA  
President

NORTH CAROLINA  
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF  
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS  
CASE #: C2014064-1 and C2014064-2

IN THE MATTER OF:  
John M. Luddy, Inactive CPA, #16255  
John McLeod Luddy, Respondents

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 the Respondent stipulate to the following:

1. John M. Luddy, (hereinafter "Respondent") was the holder of North Carolina certificate number 16255 as a Certified Public Accountant. At the Respondent's request, he was placed on inactive status as of June 30, 2015.
2. John McLeod Luddy, CPA (hereinafter "Respondent firm"), was a certified public accounting firm in North Carolina prior to June 30, 2015.
3. At all relevant times, the Respondent was the supervising CPA of the Respondent firm and, as such, was the CPA responsible for ensuring that the Board's peer review requirements were satisfied.
4. The Respondent firm had received a peer review for the year ended September 30, 2011. However, it was later discovered that the Respondent firm had conducted an audit of an employee benefit plan. That audit had not been identified by the Respondents to the peer reviewer.
5. Per the peer review rules, if a firm performs an audit of an employee benefit plan during the relevant time period, at least one such plan must be subjected to peer review.
6. At the beginning of the peer review process, firms must complete a questionnaire. The questionnaire specifically requires the firm to review a list of audit engagements, including employee benefit plan audits, and identify whether the firm has performed any of those engagements.
7. The Respondent firm failed to identify an employee benefit plan audit that it had performed during the relevant peer review period. Due to the failure to identify any audits, the peer reviewer conducted an engagement peer review rather than the full system review.



Consent Order - 2  
John M. Luddy  
John McLeod Luddy

8. After the failure to identify its employee benefit plan audit engagement was identified, the Respondent firm's peer review was recalled, and the Peer Review Committee requested that the Respondent firm provide appropriate explanation to the matter.
9. The Respondent subsequently stated that he had decided to close his practice and that he had turned over his clients to another accountant.
10. Due in part to the closure of his practice, the Respondent has opted not to participate in the process that recalled his peer review. On June 24, 2014, the NCACPA Peer Review Committee terminated the firm from the NCACPA Peer Review Program.
11. As the process for recalling the peer review was never completed, the Respondent firm never underwent a system peer review as required by Board rules.
12. The Respondents wish to resolve this matter by consent and agree 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. The Respondents understand and agree 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. The Respondents are 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. The Respondent should have known that the Respondent firm conducted an employee benefit plan audit during the relevant peer review period and further, should have known that the audit was required to be disclosed to the peer reviewer. The failure to disclose the employee benefit plan audit to the peer reviewer constitutes a violation of 21 NCAC 08N .0202(a).
3. The Respondent firm's failure to undergo a system peer review constitutes a violation of the Statements on Auditing Standards, in violation of 21 NCAC 08N .0401.

Consent Order - 3  
John M. Luddy  
John McLeod Luddy

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

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

1. The Certified Public Accountant certificate issued to the Respondent, John M. Luddy, is hereby permanently revoked.
2. The Respondent firm's registration for John McLeod Luddy, CPA, shall remain cancelled.
3. The 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 the Respondent claim or attempt to use any practice privileges in any other state based upon his revoked North Carolina certificate.

CONSENTED TO THIS THE 25<sup>th</sup> DAY OF August, 2015

Individual authorized to sign on behalf of Respondent Firm

John M. Luddy  
Respondent

APPROVED BY THE BOARD THIS THE 21 DAY OF SEPTEMBER,  
2015

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 #C2014232

IN THE MATTER OF:  
W. Douglas Karriker, #27626  
Respondent

ORDER

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

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

This the 21 day of SEPTEMBER, 2015.



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 #C2015216

IN THE MATTER OF:  
Andrew Bennett Keasler, #34404  
Respondent

ORDER

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

1. Andrew Bennett Keasler (Hereinafter "Mr. Keasler") is the holder of a certificate as a Certified Public Accountant in North Carolina.
2. Mr. Keasler failed to timely file the annual firm registration for Keasler CPA, PLLC, in accordance with provisions as required by N. C. Gen. Stat. §93-12 (7b) and 21 NCAC 08J .0108 (b) and (g), and 08N .0213.
3. Mr. Keasler subsequently renewed his firm registration, which was received by the Board on February 23, 2015, less than sixty (60) days from the annual firm registration date.
4. Pursuant to 21 NCAC 08J .0111(1), because Mr. Keasler's infraction was for a period of less than sixty (60) days, the appropriate penalty is one hundred dollars (\$100).
5. Mr. Keasler has paid his civil penalty and consents to the entry of this Order and has waived any right to a hearing.
6. The Board members present, representing a quorum of the Board, have unanimously decided to accept Mr. Keasler's payment as full resolution of the aforementioned rules violation.

This the 21 day of SEPTEMBER, 2015.  
(Day) (Month) (Year)



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 #: C2015130

IN THE MATTER OF:

LaRue, Corrigan, McCormick & Teasdale LLP,  
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. LaRue, Corrigan, McCormick & Teasdale LLP (hereinafter "Respondent Firm"), has a principal place of business outside of North Carolina and has no office in North Carolina. Respondent Firm is not a registered certified public accounting firm in North Carolina.
2. Respondent Firm performed multiple audits of a retirement plan sponsored in North Carolina ("ERISA audits").
3. The North Carolina Accountancy Act, at N.C. Gen. Stat. § 93-10(c)(3), requires firms to provide notice without a fee to the Board prior to performing financial statement audits or other engagements performed in accordance with the Statements on Auditing Standards. The members or partners of Respondent Firm were unaware of the notice requirement.
4. Respondent Firm did not provide the Board with a Notification of Intent to Practice ("Notice") prior to performing the ERISA audits.
5. Respondent Firm subsequently provided a Notice to the Board.
6. 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

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Code, including the Rules of Professional Ethics and Conduct promulgated and adopted therein by the Board.

2. By exercising the practice privilege afforded by N.C. Gen. Stat. § 93-10(c) of the Accountancy Act, Respondent Firm consented to comply with the laws of this State and to be subject to the jurisdiction and disciplinary authority of the Board.
3. Respondent Firm's failure to comply with N.C. Gen. Stat. § 93-10(c) of the Accountancy Act as set out above constitutes a violation of 21 NCAC 08N .0213.
4. Per N.C. Gen. Stat. § 93-12(9), 93-10(b) and also 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 shall remit, with this signed Order, a one thousand dollar (\$1,000) civil penalty.
2. Respondent Firm shall remit, with this signed Order, a five hundred dollar (\$500) payment for administrative costs.

CONSENTED TO THIS THE 10<sup>th</sup> DAY OF August, 2015.  
(Day) (Month) (Year)

[Signature]  
Individual authorized to sign on behalf of Respondent Firm

APPROVED BY THE BOARD THIS THE 21 DAY OF SEPTEMBER,  
2015.  
(Year) (Day) (Month)

NORTH CAROLINA STATE BOARD OF CERTIFIED  
PUBLIC ACCOUNTANT EXAMINERS



BY: [Signature]  
President

NC BOARD OF  
AUG 21 2015  
CPA EXAMINERS

NORTH CAROLINA  
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF  
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS  
CASE #: C2015157

IN THE MATTER OF:

Sejong LLP,

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. Sejong LLP (hereinafter "Respondent Firm"), has a principal place of business outside of North Carolina and has no office in North Carolina. Respondent Firm is not a registered certified public accounting firm in North Carolina.
2. Respondent Firm performed multiple audits of a retirement plan sponsored in North Carolina ("ERISA audits").
3. The North Carolina Accountancy Act, at N.C. Gen. Stat. § 93-10(c)(3), requires firms to provide notice without a fee to the Board prior to performing financial statement audits or other engagements performed in accordance with the Statements on Auditing Standards. The members or partners of Respondent Firm were unaware of the notice requirement.
4. Respondent Firm did not provide the Board with a Notification of Intent to Practice ("Notice") prior to performing the ERISA audits.
5. Respondent Firm subsequently provided a Notice to the Board.
6. 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.

NC BOARD OF

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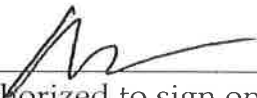
CPA EXAMINERS

2. By exercising the practice privilege afforded by N.C. Gen. Stat. § 93-10(c) of the Accountancy Act, Respondent Firm consented to comply with the laws of this State and to be subject to the jurisdiction and disciplinary authority of the Board.
3. Respondent Firm's failure to comply with N.C. Gen. Stat. § 93-10(c) of the Accountancy Act as set out above constitutes a violation of 21 NCAC 08N .0213.
4. Per N.C. Gen. Stat. § 93-12(9), 93-10(b) and also 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 shall remit, with this signed Order, a one thousand dollar (\$1,000) civil penalty.
2. Respondent Firm shall remit, with this signed Order, a five hundred dollar (\$500) payment for administrative costs.

CONSENTED TO THIS THE 28th DAY OF August, 2015.  
(Day) (Month) (Year)

  
Individual authorized to sign on behalf of Respondent Firm

APPROVED BY THE BOARD THIS THE 21 DAY OF SEPTEMBER, 2015.  
(Day) (Month) (Year)

NORTH CAROLINA STATE BOARD OF CERTIFIED  
PUBLIC ACCOUNTANT EXAMINERS



BY:   
President

NC BOARD OF  
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CPA EXAMINERS



NORTH CAROLINA  
WAKE COUNTY

BEFORE THE NORTH CAROLINA STATE BOARD OF  
CERTIFIED PUBLIC ACCOUNTANT EXAMINERS  
CASE #: C2015181

IN THE MATTER OF:

Morris, Kalish + Walgren, P.C.,  
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. Morris, Kalish + Walgren, P.C. (hereinafter "Respondent Firm"), has a principal place of business outside of North Carolina and has no office in North Carolina. Respondent Firm is not a registered certified public accounting firm in North Carolina.
2. Respondent Firm performed multiple audits of a retirement plan sponsored in North Carolina ("ERISA audits").
3. The North Carolina Accountancy Act, at N.C. Gen. Stat. § 93-10(c)(3), requires firms to provide notice without a fee to the Board prior to performing financial statement audits or other engagements performed in accordance with the Statements on Auditing Standards. The members or partners of Respondent Firm were unaware of the notice requirement.
4. Respondent Firm did not provide the Board with a Notification of Intent to Practice ("Notice") prior to performing the ERISA audits.
5. Respondent Firm subsequently provided a Notice to the Board.
6. 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  
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Code, including the Rules of Professional Ethics and Conduct promulgated and adopted therein by the Board.

2. By exercising the practice privilege afforded by N.C. Gen. Stat. § 93-10(c) of the Accountancy Act, Respondent Firm consented to comply with the laws of this State and to be subject to the jurisdiction and disciplinary authority of the Board.
3. Respondent Firm's failure to comply with N.C. Gen. Stat. § 93-10(c) of the Accountancy Act as set out above constitutes a violation of 21 NCAC 08N .0213.
4. Per N.C. Gen. Stat. § 93-12(9), 93-10(b) and also 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 shall remit, with this signed Order, a one thousand dollar (\$1,000) civil penalty.
2. Respondent Firm shall remit, with this signed Order, a five hundred dollar (\$500) payment for administrative costs.

CONSENTED TO THIS THE 1 DAY OF September, 2015.  
(Day) (Month) (Year)

Jeffrey A. Hunt  
Individual authorized to sign on behalf of Respondent Firm

APPROVED BY THE BOARD THIS THE 21 DAY OF SEPTEMBER, 2015.  
(Day) (Month) (Year)

NORTH CAROLINA STATE BOARD OF CERTIFIED  
PUBLIC ACCOUNTANT EXAMINERS



BY: [Signature]  
President

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