



Kentucky Board of Accountancy

E-NEWSLETTER

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2019 LICENSE RENEWAL

As of August 14, 2019, 3,966 CPAs had renewed their licenses leaving only 220 left to renew. After September 1, 2019, all CPA's with a license assigned an odd number will be required to reinstate their license. The procedure to reinstate a license is contained on the board website, www.cpa.ky.gov. Click on the drop down menu entitled "Practicing CPAs" for further information.



AMENDMENTS TO REGULATIONS

Recently the Board proposed changes to the administrative regulations that govern the exam and CPE. The proposed changes to the exam regulation will allow for the adoption of continuous testing which the AICPA and NASBA have advised should be available by July 1, 2020. In addition, the proposed change will allow for the acceptance of credit hours completed at a non-regionally accredited university toward meeting the credit hour requirement to sit for the exam if the hours were granted credit by a regionally accredited university.

The proposed changes to the CPE regulation will allow CPAs to utilize either 8 or 12 hours of courses completed in personal development over the two-year reporting period to satisfy the 80 or 60 hours of CPE. Additionally CPAs who perform audits, reviews, compilations, and preparation of financial statements will be required to complete 6 hours of CPE in the subject matter area of accounting or auditing each calendar year for a total of 12 hours for the two-year reporting period. Finally, CPAs will be required to complete 50% of their 80 or 60 hours in technical standards courses. These courses include the following subject matter areas: accounting, auditing, business law, economics, finance, information technology, management services, professional ethics, statistics,

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A Member of NASBA



BOARD MEMBERS

Robert Patterson, CPA
President, Louisville

A. Frank Harris, CPA
Secretary/Treasurer, Mayfield

Ted Funk, CPA
Union

Toni Carver-Smith
Citizen Member, Louisville

Diane Medley, CPA
Louisville

Mimi Kelly, CPA
Louisville

Elizabeth Payne, CPA
Louisville

Staff Members

Richard C. Carroll
Executive Director

Susan Tomes
Licensing Coordinator

Holly LeMaster
Exam Coordinator

Board Address:
Kentucky State Board of Accountancy
332 West Broadway, Suite 310
Louisville, KY 40202
Phone: (502) 595-3037
Fax: (502) 595-4500
Website: cpa.ky.gov
Email: cpa@ky.gov

Address Change? Please notify us.

It is your responsibility as a licensed CPA to notify the Board of your current address. You may submit notice of a change in address by mail, fax, or through our website at cpa.ky.gov by using our "Address Change Form".

ELECTION OF OFFICERS

During their July meeting the members of the Board elected Robert Patterson, CPA (Louisville) as President and A. Frank Harris, CPA (Mayfield) as Secretary/Treasurer.



Robert Patterson, CPA
President



A. Frank Harris
Secretary/Treasurer

AMENDMENTS TO REGULATIONS (CONTINUED FROM PAGE 1)

securities, tax, and specialized areas of industry all of which shall contribute directly to the professional competence of a licensee.

Copies of these proposed amendments will be available on the Board homepage at www.cpa.ky.gov in September. A public hearing on these proposed changes is scheduled for October 21, 2019 at 1 p.m., EST at the office of the Board located at 332 W. Broadway, Suite 310 Louisville, Kentucky 40202. Individuals interested in being heard at this hearing shall notify the Board in writing five workdays prior to the hearing, of their intent to attend. If no notification of intent to attend the hearing is received by that date, the hearing may be canceled. This hearing is open to the public. Any person who wishes to be heard will be given the opportunity to comment on the proposed changes. A transcript of the public hearing will not be made unless a written request for a transcript is made. If you do not wish to be heard at the public hearing, you may submit written comments on the proposed changes. Written comments shall be accepted until the end of the day (11:59 p.m.) October 31, 2019. Send written notification of intent to be heard at the public hearing or written comments on the proposed changes to the executive director of the Board, Richard Carroll at 332 W. Broadway, Suite 310 Louisville, Kentucky 40202 or cpa@ky.gov.

2019 BOARD MEETING DATES

Meetings are conducted at the Board office in Louisville, located at 332 W Broadway, Suite 310.

The following meeting dates remain for 2019:



**The Board retreat is on September 19 and the Board meeting is September 20. Both will be held at a different location.*

Please keep in mind that meetings may be cancelled or rescheduled.

2018 CPA EXAM RESULTS

January - March			
AUD	115 sat 53 passed 46% pass rate	FAR	89 sat 38 passed 43% pass rate
REG	125 sat 60 passed 48% pass rate	BEC	75 sat 38 passed 56% pass rate

April - June			
AUD	226 sat 112 passed 50% pass rate	FAR	191 sat 75 passed 39% pass rate
REG	244 sat 116 passed 48% pass rate	BEC	152 sat 92 passed 61% pass rate

July - September			
AUD	128 sat 55 passed 52% pass rate	FAR	154 sat 84 passed 55% pass rate
REG	186 sat 96 passed 52% pass rate	BEC	97 sat 58 passed 60% pass rate

October - December			
AUD	129 sat 67 passed 52% pass rate	FAR	149 sat 71 passed 48% pass rate
REG	185 sat 71 passed 52% pass rate	BEC	102 sat 68 passed 67% pass rate

2019 CPA EXAM RESULTS

January - March			
AUD	136 sat 71 passed 52% pass rate	FAR	75 sat 31 passed 41% pass rate
REG	98 sat 51 passed 52% pass rate	BEC	73 sat 49 passed 67% pass rate

April - June			
AUD	117 sat 60 passed 51% pass rate	FAR	108 sat 51 passed 47% pass rate
REG	91 sat 47 passed 52% pass rate	BEC	110 sat 65 passed 59% pass rate

*AUD = Auditing and Attestation | *FAR = Financial Accounting and Reporting | *REG = Regulation | *BEC = Business Environments and Concepts



New CPA Licenses Issued

Jailby Abraham
Hannah Grace Adkins
Patrick Akujobi
Stefan Lawrence Aleksevitch
Alex Allen
Emily Anderson
Kia N. Antis
Isaac A. Archer
Melody Taylor Asenime
Raphael Bamiyo Asenime, Jr.
Brad Asher
J. Tyler Axman
Jacqueline Charlene Bach
Sterling Austin Baker
Stacey Dunnigan Banks
Grant Hamilton Barnes
Travis Batchelor
Andrea Baxter
Courtney Renee Baxter
Derek L. Bell, Sr.
Terrell Ray Bell
Andrei Belonogov
Darin Bergman
Kenneth B. Berry
Benjamin Vincent Bessler
Oscar R. Besson
Ryan Joseph Betz
Corey Biddle
Haley Allison Biggers
William Steven Bishop
Jordan A. Bond
Sydney G. Bounds
Jacob N. Boyd
Trey Bramble
James Alexander Bramer
Garrett Bricker
Katelyn Lou Ann Brown
David Adam Brown
Jessica Layne Bruot
Kevin C. Bruot
John M. Burgin
Burton Jay Butler II
Jeffrey A. Byrne
Sean M. Byrnes
Jian Cai
Stacey Nicole Calloway
Megan Calvert
Jennifer M. Carnicelli
Mingxin Cen
Kevin P. Chapman
Shelby Cheatham
Allyson Cissell
Kevin Clark
James Hunter Cloud
Clinton Colliver
Kristin Kaye Conn
Mark Louis Connaughton
Bianca Cooper
Ashton Brooke Cooper
Kelsey Marie Cox
Ronald L. Cox, II

J. Sarah Creekmore
Ryan Daniel Creteau
Timothy James Crone
Sarah Ann Crook
Anna R. Cullen
Christian Albert Dancer
Jacob F. Darabos
Benjamin J. Darling
Julia Davis
Hailey M. Dawes
Helen Berhane Debesay
Erika Brunson DeVore
Austen M. Dockens
Michael Domachowski
Austin Dunn
Steven Troy Eblen
Jeffery Mark Enyart
Suzanne Nafiseh Erfani
Brett A Evans
Shawn Allen Faulkner
Kelsey Fender
Jay Kevin Fister
Schuyler George Floyd
Kevin Patrick Foley
Sarah Sumner Fozzard
Sharon Litton Fraley
Kevin J. Frank
Neil Edward Freibert
Jayne A. Friedman
Seth E. Gamble
Timothy Wayne Gant
Jeremy Breck Gantz
Adria L. Garcia
Reid McDevitt Gayheart
Alan Samuel Will Geer
John David Georgeson
John Clarence Gifford, Jr.
George A. Glanz
Emily Glockner
Teresa Marie Goetz
Dallas Wayne Goodan, III
Joshua Patrick Gordon
Dacia Grimes
Margaret A. Groot
Neha Gupta
Laura Caitlin Hagan
Mouath Y. Halabia
Susan M. Hale
Casey Hamby
Teresa M. Hamilton
Rachel Lindsay Hanks
Amber Louise Hannon
Jessica M. Harbeson
Patrick W. Harbeson
Alexander L. Harmon
Wesley Baldwin Haut
Brandon Floyd Hayman
Lauren Michelle Heeman
Daniel Mark Heidemann
Brittany N. Heitkamp
Mark Louis Hencken

Jason Tyler Henderson
Kenneth M. Hendrix
Alexis M. Hendrix
Mark R Hepner
William Hobby
Laura Joy Hochstetler
Jie Hong
Claire A. Honican
Michael Hook
Jordan Hooper
Nicholas Horn
David R. Horner
Hannah Leigh Horton
Jamison L. Howell
Sarah Anne Huebner
Cynthia Marie Hunt
Lauren Iglesias
Mallory Jackson
Xingbin Jin
Eric R. Johns
Aaron Johnson
Brett Dean Johnson
Lesley Lynn Johnson
Sally Johnson
Benjamin R. Ross Jones
Austin C. Juniet
Caroline Link Kaye
Jerica Kelso
Meredith Brooke Kendall
Ian F. Kerley
Douglas Michael Kesel
Lauren Elizabeth King
Steven Harold King
Kody Lee Kinser
Joseph P. Kirkpatrick
Jonathan Kistler
Thomas W. Koch
Jeremy Konyves
Joelle Marie Kopacz
Angeliki Kourelis
Kellie Kowalski
Amy Krpata
Jill Kruetzkamp
Manwa Lam
Ryan A. Lane
John Curtis Lawson
April Lax
Jenna Marie Lehkamp
Catherine Leisy
Leah M. Lewis
Codi Franklin Lile
Victoria Leigh Lindon
Peter J. Lines
Michael Joseph Little, Jr.
Dino M. Lucarelli
Kenneth L. Lucas II
Samantha Luttrell
Rachel Lyvers
Lori A. Magee
Sara Mankrious
Clayton Joseph Manning

Sumer Marsee
Stacey Lane Martin
Zachary Mattingly
Lauren Mayfield
Thomas Vincent Mazzocca
Mark Edward McDonough
Elizabeth McDowell
Kelsey Louise McFarland
Courtney McHale
Bren McIntosh
Elissa C. McIntosh
Brittany Renee McKnight
Monica McNalley
Zachary Mark Meikle
Shaun Patrick Meyer
Zeeshan A. Mian
Jessica Sherrill Michelson
Madison Raye Milburn
Ethan R. Moore
Matthew A. Moore
Natalie Marie Moore
Brian W. Morande
Joseph L. Moratalla
Ashley A. Morris
Jeffrey B. Mufarreh
Paul Nicholas Murphy
Sonia Mohanty Nayak
Mallory L. Neeley
Michael Nejedly
Joseph Alan Nett
Willis Dean Newman
Thomas J. Nimrick
Patrick M. O'Brien
Rosemary Ann Osbourn
Xiao Feng Ou
Jeffrey Stewart Owens
Vincent Roy Pangallo
Katlyn Pauvlik
Christopher Alan Pearson
Melissa Ann Pettitt
Jennifer R. Phillips
Phillip David Piesz
Colin E. Pingree
Paul Wayland Pogue
Topaz Prawito
Brad Edward Price
Arin M. Proctor
Kimberly CaseyAnn Quick
Robert Richard Rasmussen
Carly Raymer
Jordan Nicole Rebsch
Eric Reskin
Britt Davis Rhodes, Jr.
Samuel David Riddle
Charles Ritter
Amber Roberts
Jacob Scott Robertson
Jessica L. Rogers
Yui Rossknecht
Ruchik T. Sadavrati

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New CPA Licenses Issued (Continued)

Randan Evan Salyers	Ron Taylor Smith	John Thompson	Qian Wang
Joshua Sandlin	Ryan A. Spainhoward	Lane Marden Thompson	Jacob Austin Ward
Samuel J. Satterwhite	Stephanie Renee Spillers	Patrick Andrew Tillson	William Warken
Andrew Schachtner	Nickolas Trent Stephan	Tabitha Brooke Tolliver	Benjamin Colt Watson
Matthew Thomas Schmitt	Adam Sterrett	Frank Turner	Brigitte Kay Wayne
Marcus Blake Scroggins	Kimberly Strode	Thomas Blake Vaughan	Matthew Spencer Wempe
Dustin Blake Shelby	Paige Barclay Stroud	Brooke Beckner Vincent	Christina Amy Westcroft
Robert Vanarsdale Shepard	Frederick J. Suchy	Ross Votel	Nathan Whiles
Mary Rachel Short	Sayrah K. Sweatt	Victoria Rhea Wade	William Anthony Willinger
Silky Singhal	Kimberly Taylor	Michael Joseph Wagner	William Gene Windchy
Jonathan Brent Smith	Caroline Grace Thomas	Kelsey Waldman	Michael Edward Ydoate
Jonathan Patrick Smith	Lauren Michelle Thomas	Ashley L. Walsh	Brandon Joseph Young
Michael Shane Smith	Morgan Thomas	Juan Wang	Andrew A. Zuckerman

2018 CPE AUDIT VIOLATIONS

The following cases against the individuals listed were initiated based upon CPE audits conducted in 2018. The cases were resolved as a result of an agreement reached between the CPA and the Board. Typically, the agreements required payment of a fine and double the number of hours the CPA was unable to provide documentation of having completed, or the license was voluntarily surrendered as if revoked. In some cases, the CPAs may have completed the hourly requirements but failed to respond to repeated requests to provide the documentation and were subsequently fined. While the violation is indicated on the Board website when performing an "Individual Licensee Search" on the names listed below, a copy of the Agreed Order that resolved the matter is not available online. Instead, a request in writing must be submitted to the Board staff for a copy of the order.

2018-019	Gregory S. Collins, CPA	2018-043	Mary Jo Bean, CPA
2018-020	Michael D. Lowery, CPA	2018-044	Karen Y. Basham, CPA
2018-022	Juan M. Montano, CPA	2018-045	Mary Jo Davis, CPA
2018-023	Patricia Klusmeier Wells, CPA	2018-046	Christine J. Kesler, CPA
2018-024	Allan J. Zachariah, CPA	2018-047	Edwinna Lambert, CPA
2018-025	Brooks Bailey, CPA	2018-048	Diana L. McLeod, CPA
2018-026	Corey Bruce Bard, CPA	2018-049	Kelly M. Moore, CPA
2018-027	Zachary E. Carden, CPA	2018-050	Terri Ann Ollis, CPA
2018-028	Thomas E. Chapman, CPA	2018-052	Marya J. Shelton-Allen, CPA
2018-029	James M. Sanderson, CPA	2018-053	Stephanie A. Frazure, CPA
2018-030	Jason A. Aberli, CPA	2018-054	Margaret Goff, CPA
2018-031	Bob E. Wientjes, CPA	2018-055	Jennifer Maria Hiegel, CPA
2018-032	Adam B. Weissman, CPA	2018-056	Vickie R. Harrell, CPA
2018-033	Samuel Tanner Niehaus, CPA	2018-057	Leslie Ann Aitken, CPA
2018-034	Alan M. Rosenberg, CPA	2018-058	Jessica Lee Kessler, CPA
2018-035	David H. Windley, CPA	2018-059	Colleen M. Schrandt, CPA
2018-036	Ernest P. Scarola, CPA	2018-060	Jacob T. Hulsey, CPA
2018-037	Albert H. Klein, CPA	2018-062	James E. Friess, CPA
2018-039	Michael James Harding, CPA	2018-064	Richard H. Fern, CPA
2018-041	Randall H. Runyon, CPA	2018-066	Wilma L Riddle, CPA
2018-042	Alexander Oliynykiv, CPA	2018-067	Danny B. Hardin, CPA

DISCIPLINARY ACTIONS

The following are summaries of actions taken by the Board members since publication of the previous Board Ledger. For a complete version of each decision please visit the Board website at www.cpa.ky.gov and perform a search for each licensee under "Individual Licensee Search". After bringing up the name of the CPA, click on the link entitled "Details". At the bottom of that next page click on the link with the associated case number. A copy of the order should appear. If an order results in the revocation of a license the former CPAs information is instead deleted from the active database and a written request to obtain a copy of the order must be submitted to Board staff. Publication of this information is required by 201 KY Administrative Regulation 1:150.

2018-006 Ryan of NO. KY., INC. - On November 5, 2014, an Engagement Review Report was issued by the peer reviewer retained by the Firm. The report listed two significant deficiencies, and included recommendations on how to remediate the deficiencies. The rating assigned to the report was a "fail". Following completion of the proposed remedial actions, the Peer Review Committee determined the report was complete and set March 31, 2017, as the date for the next peer review. On March 8, 2017, a report was issued that listed one significant deficiency and assigned a rating of "fail". In a letter dated July 13, 2017, the Peer Review Committee accepted the report on the condition the owner of the Firm complete eight (8) hours of continuing professional education by October 31, 2017. In a report dated April 16, 2018, the AICPA terminated the firm's enrollment in the peer review program. Because of the decision of the AICPA, the Firm and the Board decided to enter into an Agreed Order.

Remedy: The Firm agreed to never issue another audit, review, or compilation report, or provide services associated with the performance of any audit, review, or compilation report. If the Firm owner is interested in providing any attest services in the future she must request prior approval of the Board.

2019-006 John M. Halicks - On May 6, 2014, the Respondent advised Board staff that, as of that date, he did not plan to perform any attest engagements going forward. In a letter dated October 2, 2017, from the AICPA Peer Review program, the Respondent was notified that the Firm was enrolled in the peer review program and the due date for its peer review was January 31, 2019. The Board staff did not obtain a copy of this letter until February 27, 2019. In a letter dated January 29, 2019, from the Peer Review program, the Respondent was notified that, due to the Firm's failure to have completed its scheduling information

for the peer review, the Firm was being dropped from the program effective immediately. The Board staff did not receive a copy of this letter until May 29, 2019. In an email dated March 5, 2019, a Board staff member informed the Respondent of recently being advised that the Firm had enrolled and been dropped from the peer review program. Respondent was notified this information was in conflict with Respondent's prior notice to the Board staff in 2014 that he was discontinuing providing attest services. In a letter dated May 9, 2019, the Respondent advised Board staff that, contrary to his previous representation, he did, in fact, issue a Review Financial Statement on August 17, 2018. Respondent further informed the Board staff that he would not issue any additional attest engagements in the future.

Remedy: The Respondent was fined \$1,000 for failing to enroll in, and complete, a peer review program.

2018-010 Gary R Williams. - A complaint was filed against the Respondent on July 12, 2018, which alleged he failed for at least three years to complete and submit on behalf of a client a Form 990 to the IRS. In addition, the Respondent failed to complete one audit report for the client. The Respondent admitted he failed to prepare and file the 990's but he paid the fee charged by another CPA to prepare and file the 990's. As to the audit report in question, he stated it was reviewed and accepted by the client.

The client agreed the Respondent paid for the fee associated with filing the 990's but noted there is still outstanding thousands of dollars in interest and fines because of the Respondent's failure to file the forms. The client further stated the audit was not completed but that the client board had reviewed and approved the preliminary work the Respondent had presented to them and that another CPA was retained to complete the audit report.

DISCIPLINARY ACTIONS (Continued)

Remedy: The Respondent's CPA and firm licenses were voluntarily surrendered as if revoked. The Respondent shall never seek to reinstate or reapply to receive his CPA license.

2017-016 Gayle Gene Vater. - In 2017, a complaint was received in the Board office from a former client of the Respondent. The complaint alleged that while serving as a CPA for the client, the Respondent provided payroll services, made quarterly tax payments, and prepared tax returns. As part of his services, the Respondent had full access to the former client's business checking account.

In 2016, the former client began receiving notices from the IRS regarding failure to make tax payments. When the Respondent was advised of the matter, he assured the former client the matter was being resolved. Nevertheless, the former client continued to receive notices from the IRS. In July 2017, an IRS agent appeared at the former client's residence and advised that the former client was in arrears in an amount over \$24,000 and that liens were going to be filed against his accounts. The former client attempted to set up a meeting with the agent and the Respondent but the Respondent failed to attend. In August 2017, the Respondent paid the approximately \$24,000 the former client owed to the IRS.

However, the former client believes the Respondent still owes him approximately \$8,000. Respondent denied any wrongdoing and stated the shortage in the former client's account was due to a shortage in another client's account, and that the IRS took money from the account of the former client to pay taxes for the other client.

Remedy: The Respondent's individual and firm licenses were permanently revoked. He was also prohibited from ever submitting an application to the Board for renewal, reissuance or reinstatement of his license.

2017-041 Jonathan M Smith. - On November 9, 2017, a complaint was received in the Board office alleging the

Respondent had failed to return phone calls and emails to a client that he had prepared a governmental audit for the year ending 2016. The complaint went on to allege that the government entity was forced to retain another CPA to prepare the audit report for the year ending 2017 and the Respondent had failed to provide the new CPA with certain client records from 2016. Following numerous efforts to contact the Respondent, a formal complaint was issued by the Board and a hearing officer was appointed. The Respondent failed to participate in the prehearing process which resulted in a recommended default order from the hearing officer. The Respondent did not file any exceptions to the recommended order. The Board accepted the recommended order and required the Respondent to pay a fine in the event he submits a request to reinstate his license in the future.

Remedy: The license of the Respondent was revoked. Prior to seeking reinstatement of his license, the Respondent must pay a \$3,000 fine.

2018-008 Richard Woods. - In a letter dated January 12, 2018, the Respondent and Firm were notified by the AICPA Peer Review Program that the Firm was being dropped from the program effective immediately due to failure to comply with the terms of the program. During a phone conversation with a member of the Board staff on February 7, 2018, the Respondent advised that the Firm was no longer performing any attest services and therefore did not believe the Firm needed to be enrolled in the peer review program. The Board and the Respondent entered into an Agreed Order to confirm this understanding.

Remedy: The Respondent and the Firm shall not perform any type of attest services, which includes audits, reviews or compilations. If the Respondent or Firm decide to offer attest services in the future the Respondent and Firm must first notify the Board in writing of its intention and obtain approval from the Board prior to providing any attest services.