

**Chartered Professional Accountants of Ontario
(registered name of The Institute of Chartered Accountants of Ontario) (“CPA Ontario”)**

**Annual Supplemental Report to The
Public Accountants Council For The Province of Ontario
for the 12-month period November 1, 2013 to October 31, 2014**

Pursuant to s. 18(6) of the Standards of The
Public Accountants Council for the Province of Ontario

Effective June 27, 2013, The Institute of Chartered Accountants of Ontario registered the business name of Chartered Professional Accountants of Ontario ("CPA Ontario"). The Public Accountants Council ("PAC") was notified of the registration on September 4, 2013 and that all future written communications to the PAC would bear the registered business name.

Effective April 1, 2014, Certified Management Accountants of Ontario ("CMA Ontario") and Chartered Professional Accountants of Ontario ("CPA Ontario") signed the First Unification Agreement, and Ontario's CMAs are now Members of CPA Ontario, and entitled to use the CPA designation as of April 1, 2014.

Effective July 2, 2014, Certified General Accountants of Ontario ("CGA Ontario") and Chartered Professional Accountants of Ontario ("CPA Ontario") signed the Second Unification Agreement, and Ontario's CGAs are now Members of CPA Ontario, and entitled to use the CPA designation as of July 2, 2014.

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Licensure Activity	2011	2012	2013	2014
Total number of licences - Beginning of Period (November 1)	5,128	4,983	4,781	4,572
Add Licences Granted in Period:				
i) Members not previously licensed	108	98	86	127
ii) Members permitted to practise public accounting in other jurisdictions of Canada	14	14	23	28
iii) Members permitted to practise public accounting outside Canada:				
a) US CPA	4	2	4	4
b) South Africa	1	2	2	0
c) England and Wales	2	0	0	2
d) Scotland	1	0	0	0
Total Members permitted to practise public accounting outside Canada:	8	4	6	6
iv) Former licensees who were re-licensed and:				
a) Met the minimum criteria	40	31	64	79
b) Did not meet the minimum criteria but licence granted under discretion (Appendix D)	1	3	0	1
Total former licensees who were re-licensed	41	34	64	80
v) Members who had licences transferred from Certified General Accountants	0	0	0	151
Total licences granted in the period	171	150	179	392
Total licences before suspensions and revocations	5,299	5,133	4,960	4,964
Less licences removed in the period due to:				
i) Revocation - membership status	-2	0	-2	-3
ii) Revocation - discipline	-0	-2	0	-1
iii) Revocation - expired or resigned	-285	-318	-343	-279
iv) Revocation - deceased	-10	-12	-7	-9
v) Suspension – fees, discipline or other (Note 1)	-19	-20	-36	-38
Total licences removed in period	-316	-352	-388	-330
Net increase/(decrease) in the number of licensees during the period	-145	-202	-209	62
Total number of licences - End of Period (October 31)	4,983	4,781	4,572	4,634
Applications for licence - licence not granted	2	4	11	24

Note 1: As one legacy CGA member had their licence suspended on October 28, 2014, after unification, he has been appropriately included in this balance.

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Firms Authorized to Practice Public Accounting	2011	2012	2013	2014
Partnerships	801	791	735	767
Professional Corporations	1,053	1,018	1,069	1,208
Sole Practitioner Licensees	1,084	1,006	923	936
Total Firms Authorized - End of Period (October 31) (Note 2)	2,938	2,815	2,727	2,911

Note 2: Included in the total balance are 119 CGA firms

Complaints Analysis - Licensees	2011	2012	2013	2014
Total number of ongoing complaints - Beginning of Period (November 1)	76	78	124	77
Add:				
Complaints received by Professional Conduct Committee in period	76	131	80	85
Total number of complaints for period (new and ongoing)	152	209	204	162
Less:				
Complaints dismissed with no further action	-48	-45	-73	-53
Complaints referred to adjudicative (discipline) committee	-10	-14	-10	-6
Complaints dismissed with an admonishment issued	-16	-26	-44	-26
	-74	-85	-127	-85
Total number of ongoing complaints - End of Period (October 31)	78	124	77	77

Adjudicative (Discipline) Committee Analysis - Licensees	2011	2012	2013	2014
Open referrals to adjudicative (discipline) committee - Beginning of Period (November 1)	6	0	6	10
Add:				
Complaints referred to adjudicative(discipline) committee during the period (Note 1)	10	14	10	6
Total number of referrals for period (new and ongoing)	16	14	16	16
Less decisions rendered by adjudicative(discipline) committee during the period - by finding:				
Finding - Not guilty of professional misconduct	0	0	0	0
Finding - Guilty of professional misconduct (Appendix A)& (Note 3)	-15	-8	-6	-4
Finding - Guilty of professional misconduct - stayed by appeal	0	0	0	0
Member deceased prior to hearing	0	0	0	-1
Charges withdrawn prior to hearing	-1	0	0	0
	-16	-8	-6	-5
Open referrals to adjudicative (discipline) committee - End of Period (October 31)	0	6	10	11

Note 3: A complaint was filed against a legacy CGA member on January 15, 2013. The complaint was heard by the Adjudicative (Discipline) Committee/Professional Conduct Tribunal and a decision was made on October 28, 2014 whereby the member was fined and his membership and public accounting licence were suspended for a period of 6 months. As the complaint was filed in 2013, prior to unification, the individual is listed on the 2014 CGAO PAC report and has been appropriately excluded from this balance.

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Appeal Committee Analysis - Licensees	2011	2012	2013	2014
Open requests for appeal - Beginning of Period (November 1)	0	1	0	0
Add:				
Requests for appeal received during the period	2	0	0	0
Total number of requests for period (new and ongoing)	2	1	0	0
Less decisions rendered by appeal committee during the period - by finding:				
Finding - Adjudicative committee decision upheld (Appendix B)	-1	0	0	0
Finding - Adjudicative committee decision varied (Appendix B)	0	-1	0	0
	-1	-1	0	0
Open requests for appeal - End of Period (October 31)	1	0	0	0

Applications for Judicial Review Analysis - Licensees	2011	2012	2013	2014
Open applications for judicial review - Beginning of Period (November 1)	0	0	0	0
Add:				
Applications for Judicial Review made during the period (Appendix C)	1	0	0	0
Total number of applications for period (new and ongoing)	1	0	0	0
Less:				
Judicial Review completed in the period (Appendix C)	-1	0	0	0
	-1	0	0	0
Open judicial review matters - End of Period (October 31)	0	0	0	0

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Students and Applicants	2011	2012	2013	2014
Students admitted to membership during the period who completed the basic requirements of licensing qualification:				
i) Licence granted	8	11	12	16
ii) Not registered in the public accounting training program leading to qualification for licensure	53	78	112	152
iii) Did not apply for a licence	1,184	914	916	971
iv) Licence application in progress at October 31	12	3	0	0
Total students admitted to membership during the period who completed the basic requirements of licensing qualification	1,257	1,006	1,040	1,139
Students and applicants:				
i) Legacy CA- registered in the public accounting training program leading to qualification for licensure	4,295	4,808	4,885	4,585
CPA- registered in the public accounting training program which, if approved by PAC, may lead to qualification for licensure	0	0	0	108
CPA- permitted to register although not employed in an Approved Training Office- training program not yet determined	0	0	0	3,317
ii) Legacy CA- not registered in the public accounting training program leading to qualification for licensure	434	694	936	1,048
iii) Registration applications received and in processing - training program not yet determined	343	0	0	0
iv) Legacy CA- permitted to register although not employed in an Approved Training Office - training program not yet determined	404	470	272	234
Total legacy CA and CPA students and applicants	5,476	5,972	6,093	9,292
Legacy CMA students	0	0	0	2,481
Legacy CGA students	0	0	0	8,734
Total number of Legacy CMA and Legacy CGA students	0	0	0	11,215
Total registered Students and Applicants at October 31	5,476	5,972	6,093	20,507
Licensees who were members of accounting bodies in jurisdictions outside Canada having substantially equivalent standards at the time of admission to membership with CPA Ontario (Cumulative Balance)	2011	2012	2013	2014
International training body:				
i) State Boards of Accountancy, United States of America	66	67	67	64
ii) The Institute of Chartered Accountants in England and Wales	105	105	98	82
iii) The South African Institute of Chartered Accountants	47	49	49	44
iv) The Institute of Chartered Accountants of Australia	1	1	1	1
v) New Zealand Institute of Chartered Accountants	1	0	0	0
vi) The Institute of Chartered Accountants of Scotland	9	9	9	8
vii) The Institute of Chartered Accountants of Ireland	3	3	3	3
viii) The Institute of Chartered Accountants of Zimbabwe	0	0	0	0
ix) L'Institut des Réviseurs d'Entreprises de Belgique	0	1	1	1
	232	235	228	203

Appendix A - Summary of Discipline Hearings

SANCTION	Baker	Hubbard	Morgan	SETTLEMENTS
				Den Boer
Suspension From Membership				
Revocation of Membership		X		
Suspension of Licence				
Revocation of Licence		1		
Suspension of Authorization to Practise				
Revocation of Authorization to Practise				
Limitations to Practise Imposed	X		X	
Period of Supervision				
Re-investigation Ordered	X		X	
Prescribed PD or Other Courses or Successful Completion of Examinations				X
Fine	X	X	X	X
Reprimand	X	X	X	X
Other Sanctions - Specify				
Costs	X	X	X	X

(1) Licence expired in the preceding reporting period and prior to the discipline hearing

Appendix B – Summary of Appeals

CPA Ontario did not have any discipline decisions appealed by licensees during the 2014 reporting period.

Appendix C – Summary of Applications for Judicial Review Made

CPA Ontario did not have any licensees make an application for judicial review during the 2014 reporting period.

Appendix D – Number of New Licences Granted Where the Member has not met the Minimum Criteria (Previously Licensed)

Minimum Criteria	2011	2012	2013	2014
Practice Environment	0	0	0	0
Practice Capacity	0	0	0	0
Continuing Professional Development	0	0	0	0
Eligible Hours	1	1	0	1
Ethical and Independent Requirements	0	0	0	0
Other	0	2	0	0
Total	1	3	0	1

Eligible Hours (1 new licence to previously licensed Member), consisting of:

- 1 new This Member obtained more than 500 but less than 1,250 eligible hours in public accounting services (assurance or compilation services) within the immediate past five years. This Member was able to demonstrate to the satisfaction of the Public Accounting Licensing Board (“PALB”) that exceptional circumstances existed which prevented the Member from satisfying the eligible hour requirement and which would not continue beyond a period of two years from the date of the application. The exceptional circumstance related to a secondment to another area of the firm. Prior to the submission of the new licence application, the Member’s previous licence had expired effective November 1, 2013.

Appendix E – Number of Licence Renewals where the Member has not met the Minimum Criteria

Minimum Criteria	2011	2012	2013	2014
Practice Environment	0	0	0	0
Practice Capacity	0	0	0	0
Continuing Professional Development	2	2	0	0
Practice Inspection	0	0	0	0
Eligible Hours	48	9	5	3
Ethical and Independent Requirements	0	0	0	0
Other	2	4	0	0
Total	52	15	5	3
Related Licence Renewals (Total Licence Renewals to October 31)	4,812	4,631	4,393	4,242

Eligible Hours (3 renewal applications), consisting of:

- 2 renewals A Member had two renewal applications approved by the PALB under discretion, applications for renewal were received in November 2013 and October 2014 respectively. Both applications were within the period of not more than two years from the date of the initial application made in the prior year.
- This Member obtained more than 500 but less than 1,250 eligible hours in public accounting services (assurance or compilation services) within the immediate past five years. This Member was able to demonstrate to the satisfaction of the PALB that exceptional circumstances existed which prevented the Member from satisfying the eligible hour requirement and which would not continue beyond a period of two years from the date of the application. The exceptional circumstances related to a maternity leaves.
- 1 renewal This Member was reviewed by the PALB under discretion because the Member acquired hours in a supervisory/oversight role within a public accounting practice and those hours had not been charged to clients and therefore not included in the eligible hours reported. This Member met all other criteria for the renewal of a licence.