

**STATE OF MINNESOTA
BOARD OF ACCOUNTANCY**

In the Matter of the CPA Firm Permit of

Olufemi B Ijadimbola CPA Ltd
CPA Firm Permit No. F2387

**STIPULATION AND
CONSENT ORDER**

Board File No. 2023-003

STIPULATION

Olufemi B Ijadimbola CPA Ltd (“Respondent”) and the Minnesota Board of Accountancy’s Complaint Committee stipulate that, subject to Board’s review and discretionary approval, the Board may issue a consent order that imposes the following sanctions:

A. Respondent’s CPA firm permit, No. F2387, is CENSURED and REPRIMANDED pursuant to Minn. Stat. § 326A.08 (2022).

B. Respondent shall pay to the Board a CIVIL PENALTY of Two Thousand Five Hundred dollars (\$2,500). Respondent shall submit a civil penalty of \$2,500 by check to the Board within sixty (60) days of the Board’s approval of this Stipulation and Consent Order.

C. Respondent shall remain law abiding and comply with all statutes and rules within the Board’s jurisdiction. See Minn. Stat. ch. 326A (2022) and Minn. R. ch. 1105 (2021).

D. Respondent shall report in writing within ten days any and all violations of this stipulation and consent order to the Board’s Executive Director.

Respondent and the Committee enter into this stipulation based on the following findings of fact, conclusions of law, and other stipulated provisions:

Findings of Fact

1. The Board issued Respondent a CPA firm permit on June 16, 2020.
2. Respondent received a peer review rating of “fail” on January 31, 2022, for its peer review ended July 1, 2021.
3. There were significant deficiencies found in the peer review that resulted in the nonprofit audit engagement not conforming to professional standards in all material respects:
 - a. The firm’s quality control policies and procedures were not complied with to provide reasonable assurance that the CPA owner had the required knowledge to perform engagements in accordance with professional standards.
 - b. The firm’s audit engagement did not document required procedures including: evidence of communication with the prior auditors, engagement acceptance, evaluation of nonattest services, risk assessment by assertion level, test of controls on control risk levels assessed at less than high, linking risks to procedures, fraud risk inquiries, and other planning areas.
 - c. The audit report did not address supplementary information, neither a governance letter nor management letter were issued, and the financial statements did not adopt two recent nonprofit accounting standards updates.
4. Respondent was required by its Report Acceptance Body on July 11, 2022, to complete remediation, which included 24 hours of continuing professional education and to hire an outside party review of the remediation of the engagement identified as nonconforming in the peer review.
5. Respondent had an outside party review its remediation of the engagement on October 27, 2022, and the following was found:

a. The firm made some improvements to the workpapers but did not remediate all of the workpapers. As a result, the audit documentation did not conform to professional standards.

b. The audit documentation again did not adequately document required procedures, as found in the original review.

c. The audit report again did not address supplementary information, neither a governance letter nor management letter were issued, and the financial statements did not adopt two recent nonprofit accounting standards updates.

6. The reviewer recommended that further monitoring of the firm by the Report Acceptance Body was necessary, and that the firm obtain additional CPE and outside professional support, and either undergo an additional review of the remediated workpapers or a pre-issuance review for the next audit engagement.

7. Based on their review and discussion of the outside party's review of the remediation of the engagement on December 16, 2022, the Report Acceptance Body again required that the Respondent complete additional remediation, which included 16 hours of continuing professional education and have an outside party perform a pre-issuance review of the reports, financial statements, and working papers for the next audit engagement.

8. The Board received and returned Respondent's renewal application on December 30, 2022, as incomplete, due to its required peer review documentation not being received.

9. Respondent's CPA firm permit expired on December 31, 2022.

10. Respondent submitted a letter to its Report Acceptance Body on January 23, 2022, that it will no longer be accepting any audit engagements or engagements that will be subject to

peer review going forward and that the firm will want to resign its membership in the peer review program once the current peer review is complete.

11. Respondent requested an extension by the Board on its peer review, which was due to the Board no later than October 31, 2022, so the firm permit could be renewed. The request for an extension on its peer review was granted at the January 23, 2023 Board meeting and Respondent was given until June 30, 2023 to submit all required peer review documentation.

12. Respondent renewed its firm permit on February 13, 2023.

13. Respondent submitted to the Board the final acceptance letter from its Report Acceptance Body for its peer review on April 20, 2023.

14. Respondent is still offering compilations on its website.

Conclusion of Law

1. The Board has authority to license and regulate certified public accountants and to take disciplinary action as appropriate. Minn. Stat. ch. 326A (2022).

2. Respondent violated Minn. Stat. 326A.08 Subd.5(a)(1), (2), and (3), and 326A.10(b) (2022) and Minn. R. 1105.5600, subp. 1(C)(6) and 1105.7800(A) and (C) (2021).

3. This stipulation and consent order is in the public interest.

Other Stipulated Provisions

1. This stipulation and consent order must be approved by the Board to become effective.

2. Respondent agrees that the Committee may move the Board *ex parte*, with or without advance notice to the Respondent, to approve this stipulation and consent order.

Respondent understands that the Board may either approve the stipulation and consent order or not approve it. This stipulation and the files, records, and proceedings associated with this matter may be reviewed by the Board in its consideration of the Committee's motion.

3. If approved by the Board, this stipulation and consent order shall be classified as public data. Minn. Stat. § 13.41, subd. 5 (2022).

4. If the Board does not approve this stipulation and consent order, then the matter remains unresolved and the Committee may either seek to negotiate a revised stipulation and consent order with Respondent to present to the Board or issue an order commencing a contested-case hearing before an Administrative Law Judge at the Office of Administrative Hearings. See Minn. Stat. §§ 14.57–.62, 214.10, subd. 2 (2022) (describing administrative hearing process).

5. Respondent agrees that if this case comes before the Board again after it reviews and discusses this stipulation and consent order, Respondent waives any claim that the Board was prejudiced by its review and discussion of this stipulation and consent order and any records relating to it.

6. Respondent acknowledges that they were advised by the Committee of their right to a contested-case hearing in this matter before an Administrative Law Judge, to file exceptions and make argument to the Board after the hearing, and to seek judicial review from any adverse decision rendered by the Board. Respondent hereby expressly waives those rights. Respondent was further advised by the Committee of their right to be represented by counsel and that they knowingly waive that right.

7. Respondent has read, understands, and agrees to this stipulation and has voluntarily signed it. It is expressly understood that this stipulation contains the entire agreement

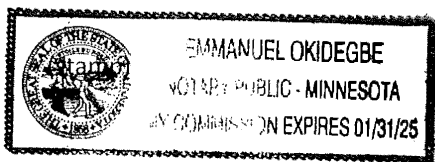
between the parties, there being no other agreement of any kind, verbal or otherwise. If approved by the Board, a copy of the final stipulation and consent order shall be served personally or by first class mail on Respondent. The Board's order shall be effective when it is signed by the Chair of the Board or the Chair's designee.

8. Pursuant to Minn. Stat. § 16D.13 (2022), any civil penalty imposed by this stipulation and consent order shall begin to accrue simple interest in accordance with that section thirty days after the civil penalty is due. Pursuant to Minn. Stat. § 16D.17 (2022), thirty days after any civil penalty imposed by this stipulation and consent order is due, the Board may file and enforce any unpaid portion of the civil penalty as a judgment against Respondent in district court without further notice or additional proceedings.

Olufemi Ijadimbola
Olufemi B Ijadimbola CPA Ltd
By: OLUFEMI IJADIMBOLA
Its: OWNER MANAGER

STATE OF MINNESOTA
COUNTY OF HENNEPIN

This instrument was acknowledged before me on 7/11/2023 by Olufemi Ijadimbola.



[Signature]
(Signature of notary officer)
My commission expires: 1/31/25

COMPLAINT COMMITTEE

Charles McElroy, CPA
CHARLES MCELROY, CPA
Chair


Dated: June 25, 2023

CONSENT ORDER

Upon consideration of this stipulation and consent order, and based upon all the files, records, and proceedings herein, all terms of the stipulation and consent order are approved. Accordingly, the Board hereby ADOPTS the stipulation and issues the ORDER described above.

STATE OF MINNESOTA
BOARD OF ACCOUNTANCY . . .
Amanda Ganzini

Dated: August 16, 2023

 CPA FOR:
CHARLES SELCER, CPA
Board Chair