

Gregory J. Arndt, CPA, CFE, FCPA, CFF



Vice President and Audit Shareholder
Co-Chairman, Fraud and White Collar Crime Section

William Vaughan Company

145 Chesterfield Lane
Maumee, Ohio 43537-2209

Office: 419-891-1040
Mobile: 419-351-9765
Fax: 419-891-4302
Email: arndt@wvco.com
Website: <http://www.wvco.com>
Date of Birth: February 2, 1947

Certifications/Credentials

Certified Public Accountant (CPA)	March 15, 1974 to present
Certified Fraud Examiner (CFE)	December 1, 1992 to present
Forensic Certified Public Accountant (FCPA)	March 20, 2007 to present
Certified in Financial Forensics (CFF)	August 4, 2008 to present

Certified Public Accountant (CPA)

Certified Public Accountant is an individual who has passed the uniform CPA examination administered by the American Institute Of Certified Public Accountants, and who has received state certification to practice accounting. To achieve this designation, an individual has to complete educational requirements, and a certain degree of work experience. Additionally, once an individual becomes a CPA, they must complete a certain number of hours of continuing education each year.

Certified Fraud Examiner (CFE)

The Certified Fraud Examiner (CFE) credential denotes proven expertise in fraud prevention, detection and deterrence. CFEs are trained to identify the warning signs and red flags that indicate evidence of fraud and fraud risk. CFEs around the world help protect the global economy by uncovering fraud and implementing processes to prevent fraud from occurring in the first place. To become a CFE, an individual must pass a rigorous test on the four major disciplines that comprise the fraud examination body of knowledge:

- Fraud Prevention and Deterrence
- Fraudulent Financial Transactions
- Fraud Investigation
- Legal Elements of Fraud

CFEs must also meet high professional, educational and ethical standards, as well as continuing professional education requirements.

Forensic Certified Public Accountant (FCPA)

A Forensic Certified Public Accountant is an individual who carries expertise as a CPA and a forensic accountant. Forensic CPAs utilize accounting and auditing skills, but also apply investigative skills to uncover what actually took place in a particular financial setting or

transaction. A Forensic CPA has the accounting and investigative knowledge to present evidence in a court of law to get an indictment or settle any kind of financial civil dispute.

Forensic accounting and fraud examination are different, but related. Forensic accounting is done by accountants in anticipation of litigation and can include fraud, valuation, bankruptcy and a host of other services. Fraud examination can be conducted by accountants or non-accountants and refers only to antifraud matters. Thus, this designation is for CPAs who want to differentiate themselves as forensic specialists.

Certified in Financial Forensics (CFF)

In May 2008, the AICPA's governing Council authorized the creation of a new CPA specialty credential in forensic accounting. The credential, Certified in Financial Forensics (CFF), combines specialized forensic accounting expertise with the core knowledge and skills that make CPAs among the most trusted business advisers. The CFF encompasses fundamental and specialized forensic accounting skills that CPA practitioners apply in a variety of service areas, including: bankruptcy and insolvency; computer forensics; economic damages; family law; fraud prevention, detection and deterrence; financial statement misrepresentation; and valuations. To qualify, a CPA must be an AICPA member in good standing, have at least five years of experience in practicing accounting, and meet minimum requirements in relevant business experience and continuing professional education.

Employment History

June 1971 to Present

**William Vaughan Company
Vice President and Shareholder**

William Vaughan Company is located in Maumee, Ohio and celebrated its 50th year in business in 2009. Since that time, we have grown to more than 50 professionals providing a vast array of tax, accounting and financial reporting services, as well as business valuations and litigation support services. In January 2009, the firm was awarded one of the 60 *Best Accounting Firms to Work for* in the nation by *Accounting Today*. We are an equal opportunity employer.



William Vaughan Company is a member of the AICPA's Private Company Practice Section, Government Audit Quality Center, and the

Employee Benefit Plan Audit Quality Center, which provides additional resources to experts in the private sector of providing accounting and auditing services to clients, as well as the employee benefit plan and nonprofit and government service niches. These Quality Center are a national community of CPA firms that demonstrate a commitment to quality and raise awareness. The Center provides members with best practices, guidelines and tools that CPA's need to perform quality audits and better serve their clients.

In 2005, established a fraud hotline and anonymous website reporting service (www.endfraudnow.com) available to the public and to the firm's clients to report suspected white collar crime within a company or organization.

Professional Experience

- Thirty years' experience as a member, and twenty years' service as the Chairman of the William Vaughan Company's Accounting and Auditing committee. This Committee has responsibility for complete oversight of accounting and auditing policies and procedures, including technical review of the majority of the firm's clients' financial statements. The committee also has responsibility for the Peer Review process which includes internal inspections and liaison with public accounting industry's assessment of the quality of the services we provide to our clients. Our firm's tri-ennial reviews have resulted in the finest conclusion available.
- Co-chairman of William Vaughan Company's Fraud and White Collar Crime investigation niche; responsibility for regular education of clients' management teams on internal controls and for the review and resolution of anonymous reports of clients' employees who have accessed our reporting service, www.endfraudnow.com.
- Practice leader for William Vaughan Company's Nonprofit Accounting and Audit Services niche.
- Published articles and given lectures on white collar crime, internal controls and other fraud-related topics.
- Former Accounting Instructor at Owens Technical College (now Owens Community College).
- Investigated and resolved many embezzlement cases with the firm's clients.
- Worked with the Columbus (Ohio) Police Department's Fraud Division, the Ottawa County (Ohio) Sheriff's Department, and the Ohio Bureau of Criminal Investigation.
- Involvement in countless accounting and auditing engagements since 1970 providing written reports and consultations primarily serving these industries: construction contractors, restaurants and food service providers and contractors, medical practices, and nonprofit organizations.

Testimonial and Fraud Investigation Experience – Major recent cases

- D. J. Peterson Trust v. Amerigas, loss of income case, negotiated settlement in mediation
- Burns v. Burns Iron Metal Co., Inc., et al., deposition and testimony regarding fraudulent transactions of the corporation
- Ulmer Berne, LLP, review of documents and advice during mediation on loss of business income (Hinton/CIC v. Amerigas)
- Chapman v. Chapman, deposition and testimony regarding the value of assets in a divorce case
- Johnston-Dubbs Insurance Agency, investigation regarding embezzlement claim
- United States Liability Insurance Agency, investigation regarding business earnings coverage claim
- Suplica v. Suplica, investigation regarding assets valuation and assets tracking in a divorce
- East Toledo Family Center, Lucas County Prosecutor's Office consulting and Grand Jury testimony in an embezzlement claim

- Great American Insurance Company v. Leverich Group PC, investigation regarding an accounting firm's audit failure
- Barney's Convenience Store, Grand Jury testimony in Lucas County Common Pleas court regarding employee embezzlement
- BCI, investigation regarding condominium association treasurer embezzlement matter

Professional Memberships

- Member of the American Institute of Certified Public Accountants (AICPA)
- Member of the Ohio Society of Certified Public Accountants (OSCPA)
- Member of the Association of Certified Fraud Examiners (ACFE)
- Member of the Forensic CPA Society (FCPA)
- Member of the Institute of Internal Auditors
- Member of the International Association for Asset Recovery
- Past President, Toledo Chapter, Ohio Society of Certified Public Accountants
- Advisory Council of Bowling Green State University, Bowling Green, Ohio, to obtain accreditation of the accounting program
- Former President and founding member of the Toledo Chapter, Association of Certified Fraud Examiners (ACFE)
- University of Toledo, Accounting Advisory Council
- Served on the Ohio Society of Certified Public Accountants Litigation Services Committee

Awards

- Recognized as Certified Public Accountant of the Year (1994) by the Beta Alpha Psi Accounting Fraternity at Bowling Green State University.

Current Civic Organization Membership

- Rahab House – Finance Committee Chairman
- Northwest Ohio Construction Financial Management Association
- Rescue Mental Health Services, Board Member and Treasurer

Education

Bachelor of Business Administration, Majoring in Accounting, Bowling Green State University, 1970

Recent Continuing Education

06/23/2010	<i>National Expert Witness Conference</i>	Seak
11/10/2009	<i>Accounting & Auditing Update</i>	Loscalzo
09/16/2009	<i>Annual FASB and AICPA Update</i>	OSCPA
07/15/2009	<i>ACFE Conference</i>	ACFE
06/03/2009	<i>Federal Tax Update</i>	OSCPA
05/12/2009	<i>Identity Fraud: Using Fraud Prevention Technologies to Lower Risk</i>	ACFE
04/28/2009	<i>GAQC 2009 Annual Webcast Update</i>	AICPA
03/24/2009	<i>GAQC: Internal Controls in Single Audit</i>	AICPA
02/10/2009	<i>The New Data Collection Form and Electronic Submission Process</i>	AICPA
12/02/2008	<i>ACFE Report to the Nation</i>	ACFE
11/26/2008	<i>CPAGold Loss Prevention Course</i>	CPAGold
11/20/2008	<i>Loscalzo's Annual FASB and AICPA Update</i>	Loscalzo
10/24/2008	<i>Management For Results Annual Conference</i>	MFR
09/29/2008	<i>Fooling the Auditors in Seven Easy Steps</i>	NACVA
09/12/2008	<i>Professional Standards of Ethics</i>	OSCPA
09/09/2008	<i>Frequent Frauds in Government and NFP</i>	OSCPA
08/28/2008	<i>Title Agency Reviews</i>	OSCPA
08/27/2008	<i>Audits of Defined Contribution Pension Plans</i>	OSCPA
07/30/2008	<i>OPEB Financial Reporting for Plans and Employers and Related</i>	AICPA
07/07/2008	<i>Practical Asset Protection Strategies</i>	Bisk
03/06/2008	<i>GAQC Schedule of Expenditures of Federal Awards</i>	AICPA
01/23/2008	<i>Financial Statement Fraud</i>	FCPA
01/07/2008	<i>Ohio Department of Insurance and Agreed Upon Procedures</i>	OSCPA
11/12/2007	<i>Best Practices & Current Update for Today's Compilation & Reviews</i>	Loscalzo
10/03/2007	<i>Advanced Fraud Techniques</i>	ACFE
09/22/2007	<i>Management For Results Annual Conference</i>	MFR
09/20/2007	<i>Changing Your Audit Strategy</i>	OSCPA
09/06/2007	<i>ProSystems Practice Management</i>	CCH
08/17/2007	<i>FIN 48</i>	OSCPA
08/06/2007	<i>Practice Management</i>	CCH
06/25/2007	<i>New Federal Tax Law-Current Developments You Need to Know</i>	Surgent McCoy
06/21/2007	<i>Auditor's Risk Assessment</i>	MACPA
12/13/2006	<i>Current Topics in Business Law</i>	OSCPA
11/15/2006	<i>Uncovering Fraud in Business Operations</i>	OSCPA
11/14/2006	<i>Management For Results Annual Conference</i>	MFR

10/30/2006	<i>Best Federal Tax Update by Surgent McCoy</i>	Surgent McCoy
07/21/2006	<i>Ask The Standard Setters-Q and A</i>	AICPA
07/21/2006	<i>Compilation and Review Update</i>	AICPA
07/21/2006	<i>FASB/IA. Update</i>	AICPA
07/21/2006	<i>PCAOB Audit Standards Update</i>	AICPA
07/20/2006	<i>Accountant's Legal Liability</i>	AICPA
07/20/2006	<i>Auditing Standards</i>	AICPA
07/20/2006	<i>Degrees of Financial Literacy</i>	AICPA
07/20/2006	<i>Fin 46 Postpartum</i>	AICPA
07/20/2006	<i>Single Audit and Government Audit Standard</i>	AICPA
07/20/2006	<i>The Behaviour Profile of a Liar</i>	AICPA
07/20/2006	<i>XBRL Update and Issues for Auditors</i>	AICPA
07/20/2006	<i>XBRL Update Issues</i>	AICPA
07/19/2006	<i>The Power of Data Extraction</i>	AICPA
07/19/2006	<i>The Risk Assessment Suite of Audit Standards</i>	AICPA
04/03/2006	<i>Systems Development Life Cycle</i>	IIA Toledo Chapter