

Chapter 405

(Senate Bill 148)

AN ACT concerning

State Board of Public Accountancy – Emeritus Status

FOR the purpose of authorizing the State Board of Public Accountancy to place a licensee on emeritus status under certain circumstances; requiring the Board to reinstate the license of an individual who is on emeritus status under certain circumstances; and generally relating to the State Board of Public Accountancy and emeritus status.

BY repealing and reenacting, with amendments,
Article – Business Occupations and Professions
Section 2–311(a), 2–314, 2–601, and 2–603
Annotated Code of Maryland
(2018 Replacement Volume and 2024 Supplement)

BY adding to
Article – Business Occupations and Professions
Section 2–313.1
Annotated Code of Maryland
(2018 Replacement Volume and 2024 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
That the Laws of Maryland read as follows:

Article – Business Occupations and Professions

2–311.

(a) **(1) THIS SUBSECTION DOES NOT APPLY TO A CERTIFIED PUBLIC ACCOUNTANT WHO IS ON EMERITUS STATUS UNDER § 2–313.1 OF THIS SUBTITLE.**

(2) Unless a license is renewed for a 2–year term as provided in this section, the license expires on the first December 31 that comes:

[(1)] (I) after the effective date of the license; and

[(2)] (II) in an even–numbered year.

2–313.1.

(A) THE BOARD MAY PLACE A LICENSEE ON EMERITUS STATUS, IF THE LICENSEE SUBMITS TO THE BOARD AN APPLICATION FOR EMERITUS STATUS ON THE FORM REQUIRED BY THE BOARD.

(B) THE BOARD SHALL PLACE A LICENSEE ON EMERITUS STATUS IF THE INDIVIDUAL:

(1) HAS AN ACTIVE OR INACTIVE LICENSE TO PRACTICE CERTIFIED PUBLIC ACCOUNTANCY UNDER THIS SUBTITLE;

(2) IS NOT UNDER INVESTIGATION BY THE BOARD FOR A VIOLATION OF THIS TITLE ~~OR A COMPARABLE BODY OF ANOTHER STATE FOR A VIOLATION OF A PROVISION THAT IS COMPARABLE TO A PROVISION OF THIS TITLE;~~

(3) IS NOT THE SUBJECT OF A PENDING DISCIPLINARY ACTION RELATED TO THE PRACTICE OF CERTIFIED PUBLIC ACCOUNTANCY IN THE STATE OR ANOTHER STATE;

(4) (I) 1. HAS PRACTICED PUBLIC ACCOUNTANCY IN THE STATE FOR AT LEAST ~~20 YEARS~~ 6 YEARS AS AN ACTIVE CERTIFIED PUBLIC ACCOUNTANT 20 YEARS; AND

2. IS AT LEAST 60 YEARS OLD; OR

(II) HAS AT LEAST 40 YEARS OF EXPERIENCE AS A CERTIFIED PUBLIC ACCOUNTANT; AND

(5) ATTESTS THAT:

(I) THE INDIVIDUAL IS RETIRED AND IS NO LONGER ACTIVELY PRACTICING PUBLIC ACCOUNTANCY IN THE STATE; AND

(II) THE INDIVIDUAL WILL NOT PROVIDE ~~OR BE COMPENSATED FOR~~ CERTIFIED PUBLIC ACCOUNTANCY SERVICES UNLESS REINSTATED IN ACCORDANCE WITH § 2-314 OF THIS SUBTITLE.

(C) THE BOARD SHALL REVIEW AN APPLICATION SUBMITTED UNDER THIS SECTION WITHIN ~~60~~ 90 60 DAYS OF RECEIPT OF THE APPLICATION.

(D) IF THE BOARD APPROVES AN APPLICATION FOR EMERITUS STATUS UNDER THIS SECTION, THE BOARD SHALL SEND THE LICENSEE:

(1) WRITTEN NOTICE OF THE APPROVAL; AND

(2) A CERTIFICATE OF EMERITUS STATUS.

(E) A LICENSEE ON EMERITUS STATUS IS EXEMPT FROM:

(1) THE CONTINUING EDUCATION REQUIREMENTS UNDER § 2-312 OF THIS SUBTITLE; AND

(2) THE REINSTATEMENT FEE UNDER ~~§ 2-341~~ § 2-314 OF THIS SUBTITLE.

2-314.

In accordance with its regulations, the Board may reinstate the license of an individual who has failed to renew the license for any reason **OR IS ON EMERITUS STATUS UNDER § 2-313.1 OF THIS SUBTITLE** if the individual:

(1) otherwise is entitled to be licensed; ~~AND~~

(2) EXCEPT AS PROVIDED UNDER § 2-313.1 OF THIS SUBTITLE, complies with each continuing education requirement that the Board sets for this purpose; and

(3) EXCEPT AS PROVIDED UNDER § 2-313.1 OF THIS SUBTITLE, ~~EXCEPT AS PROVIDED UNDER § 2-313.1 OF THIS SUBTITLE, complies with each continuing education requirement that the Board sets for this purpose; and~~

(3) ~~EXCEPT AS PROVIDED UNDER § 2-313.1 OF THIS SUBTITLE,~~ pays to the Board a reinstatement fee set by the Board.

2-601.

Except as otherwise provided in this title[,]:

(1) a person may not practice, attempt to practice, or offer to practice certified public accountancy in the State unless licensed by the Board or qualified for a practice privilege under § 2-321 of this title; AND

(2) A LICENSEE ON EMERITUS STATUS UNDER § 2-313.1 OF THIS TITLE MAY NOT:

(I) PRACTICE, ATTEMPT TO PRACTICE, OR OFFER TO PRACTICE CERTIFIED PUBLIC ACCOUNTANCY IN THE STATE ~~IN THE STATE~~;

(II) SIGN OR CERTIFY FINANCIAL STATEMENTS, TAX RETURNS, OR AUDIT REPORTS; OR

(III) PROVIDE ATTESTATION SERVICES.

2-603.

(a) Subject to subsection (b) of this section and unless authorized under this title to practice certified public accountancy, a person may not represent to the public, by use of a title, including “licensed certified public accountant”, “certified public accountant”, “public accountant”, or “auditor”, by use of the abbreviation “CPA”, by description of services, methods, or procedures, or otherwise, that the person is authorized to practice certified public accountancy in the State.

(b) Subsection (a) of this section does not prohibit:

(1) the description of a principal, officer, or employee of an organization by the position, title, or office that the individual holds in the organization; [or]

(2) THE DESCRIPTION OF A LICENSEE WHO IS ON EMERITUS STATUS UNDER § 2-313.1 OF THIS TITLE, PROVIDED THAT THE LICENSEE DOES NOT REPRESENT TO THE PUBLIC THAT THE LICENSEE IS AUTHORIZED TO PRACTICE CERTIFIED PUBLIC ACCOUNTANCY IN THE STATE; OR

[(2)] (3) a partnership, limited liability company, or corporation that holds a permit or is exempt from the permit requirement under § 2-401 of this title from using, in connection with the name of the partnership, limited liability company, or corporation, any of the terms or the abbreviation to which subsection (a) of this section refers.

(c) (1) **(I) [The] EXCEPT AS PROVIDED IN SUBPARAGRAPH (II) OF THIS PARAGRAPH, THE** display, distribution, or other use by a person of the person’s name, in conjunction with any of the following list of titles or abbreviations in a card, sign, advertisement, directory listing, or other instrument or device, is, in any proceeding under this title, prima facie evidence that the person represents to the public that the person is authorized to practice certified public accountancy:

- [(i)] 1.** “licensed certified public accountant”;
- [(ii)] 2.** “certified public accountant”;
- [(iii)] 3.** “public accountant”;
- [(iv)] 4.** “auditor”; or
- [(v)] 5.** an abbreviation of any of these titles.

(ii) A LICENSEE WHO IS ON EMERITUS STATUS UNDER § 2-313.1 OF THIS TITLE MAY USE THE WORDS “CERTIFIED PUBLIC ACCOUNTANT EMERITUS” OR THE ABBREVIATION “CPA EMERITUS” TO DESCRIBE THE OCCUPATION OF THE INDIVIDUAL, PROVIDED THAT THE LICENSEE DOES NOT REPRESENT TO THE PUBLIC THAT THE LICENSEE IS AUTHORIZED TO PRACTICE CERTIFIED PUBLIC ACCOUNTANCY IN THE STATE.

(2) In a proceeding under this title, evidence of a single representation described in paragraph (1) of this subsection is, without evidence of a general course of conduct, adequate to justify a finding that a person has represented to the public that the person is authorized to practice certified public accountancy in the State.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2025.

Approved by the Governor, May 6, 2025.