The CPA Exam and Requirements

Adapted and modified from material originally created by David Reinus.
An extra $1,024,870 with a CPA license.
Obtaining your CPA License

Education | Exam | Experience

Every state is unique
Send college transcripts to the California Board of Accountancy (CBA)

Submit application (Set up CBA Client Account at https://www.cba.ca.gov/cbt_public/join_form)

Select sections and pay fees (within 90 days of receiving Payment Coupon)

Receive Notice to Schedule (NTS)

Schedule the exam sections

Access “Expedited Transcript Request for CPA Exam” at https://www.csun.edu/acctis/students
# California Educational Requirements

<table>
<thead>
<tr>
<th>Educational Requirements</th>
<th>To Sit for CPA Exam</th>
<th>To be Licensed</th>
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<tbody>
<tr>
<td><strong>Baccalaureate Degree</strong></td>
<td>Yes</td>
<td>Yes</td>
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<tr>
<td><strong>Unit Requirements</strong></td>
<td>24 accounting units</td>
<td>30 accounting units</td>
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<tr>
<td></td>
<td>24 business units</td>
<td>38 business units</td>
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<tr>
<td></td>
<td>120 total units</td>
<td>10 ethics units (3 in accounting)</td>
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<tr>
<td></td>
<td></td>
<td>150 total units</td>
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<tr>
<td>Requirement</td>
<td>CSUN</td>
<td>CPA Requirements</td>
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<tr>
<td>Accounting Units</td>
<td>35</td>
<td>30</td>
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<tr>
<td>BUS Related Units</td>
<td>Over 40</td>
<td>38</td>
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<tr>
<td>Ethics Units</td>
<td>10</td>
<td>10</td>
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CPA Ethics Requirement

- **RS 361**  
- **PHIL 305 or BLAW 368**  
- **ACCT 460**  
- **ACCT 511**

* 3 units  
* 3 units  
* 1 unit  
* 3 units  
* 10 units

* Or any other BLAW course.
<table>
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<tr>
<th>Calendar Month</th>
<th>1st Qtr Window</th>
<th>2nd Qtr Window</th>
<th>3rd Qtr Window</th>
<th>4th Qtr Window</th>
<th>Notes</th>
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</table>

*The first 10 days of the closed months are available.*
“Test Drive”

- $30
- Actual check-in
- ID confirmation
- Documentation checking
- Image capture of fingerprint
- Assignment of a locker
- Seated at a computer
- Sample test (at a computer for 15 minutes)
- Become familiar with parking, location, and commute time to the center.
Four Sections

Financial Accounting and Reporting (FAR)
Auditing and Attestation (AUD)
Regulation (REG)
Business Environment and Concepts (BEC)
Financial Accounting and Reporting (FAR)
ACCT 351 – Intermediate Financial Accounting II
ACCT 352 – Intermediate Financial Accounting III
ACCT 450 – Advanced Financial Accounting
ACCT 475 – Governmental and Nonprofit Accounting

Auditing and Attestation (AUD)
ACCT 460 – Auditing Principles and Analytics
ACCT 465 – Advanced Auditing
Business Environment and Concepts (BEC)

ACCT 380 – Cost Accounting
IS 312 – Systems and Technologies for Managers
FIN 303 – Financial Management
ECON 160 Principles of Microeconomics
ECON 161 Principles of Macroeconomics

Regulation (REG)

ACCT 440 – Income Tax I
ACCT 441 – Income Tax II
BLAW 280 – Business Law I
BLAW 308 – Business Law II
For details about each topic and task for the CPA exam, see the blueprints at


Exam Fees

- Auditing & Attestation $224.99
- Financial Accounting & Reporting 224.99
- Regulation 224.99
- Application Fee ($50 re-application) 100.00
- Total $999.96
Notice to Schedule (NTS)

- NTS is good for 9 months.
- Candidates may sit for one or more sections at any time and in any order.
- Section(s) not passed cannot be taken within the same (3-month) window.
- Must pass all four sections within a rolling 18-month period.
The Exam
### Timing for Each Exam Section

<table>
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<tr>
<th>Exam Part</th>
<th>Time</th>
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<tr>
<td>Financial (FAR)</td>
<td>4 hours</td>
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<tr>
<td>Audit (AUD)</td>
<td>4 hours</td>
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<tr>
<td>Regulation (REG)</td>
<td>4 hours</td>
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<tr>
<td>Business (BEC)</td>
<td>4 hours</td>
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</tbody>
</table>

**Total = 16 hours**
Financial (FAR) – Structure

- Two multiple-choice question (MCQ) testlets contain 66 questions.
- Three testlets containing 8 task-based simulations (TBS); research question and document review simulation included.
• Two multiple-choice question (MCQ) testlets contain 72 questions.

• Three testlets containing 8 task-based simulations (TBS); research question and document review simulation included.
Two multiple-choice question (MCQ) testlets contain 76 questions.

Three testlets containing 8 task-based simulations (TBS); research question and document review simulation included.
Business (BEC) – Structure

- Two multiple-choice question (MCQ) testlets contain 62 questions.
- Two testlets containing 4 task-based simulations (TBS).
- One testlet containing 3 written communications.
Total testing time: 4 hours

First MCQ Testlet
Second MCQ Testlet
First TBS Testlet
Second TBS Testlet
Third TBS Testlet (Written Communication in BEC)

Optional Break Clock Runs
Optional Break Clock Runs
Standardized Break Clock Stops
Optional Break Clock Runs
California Experience Requirements

- **Accounting Experience**
  - 1 year in a CPA firm (public accounting) or
  - 1 year in a non-CPA firm (private accounting or government) in the accounting function and under the direct supervision of a CPA.

- **Auditing Experience** (Optional)
  - 500 hours
  - *Only required if authority to sign audit reports is desired.*
## CPA Exam Pass Rates

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<tbody>
<tr>
<td>AUD</td>
<td>47.97%</td>
<td>50.87%</td>
<td>50.97%</td>
<td>48.59%</td>
<td>45.86%</td>
<td>47.28%</td>
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<tr>
<td>BEC</td>
<td>61.76%</td>
<td>59.85%</td>
<td>59.35%</td>
<td>52.99%</td>
<td>55.41%</td>
<td>56.48%</td>
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<tr>
<td>FAR</td>
<td>46.37%</td>
<td>46.17%</td>
<td>46.22%</td>
<td>44.42%</td>
<td>45.55%</td>
<td>46.75%</td>
</tr>
<tr>
<td>REG</td>
<td>55.42%</td>
<td>55.80%</td>
<td>53.16%</td>
<td>47.24%</td>
<td>48.45%</td>
<td>49.43%</td>
</tr>
</tbody>
</table>
Exam Scoring
A passing score is 75

The MCQ testlets have two levels of difficulty – medium and difficult. The questions are weighted on the level of difficulty. The difficult questions receive more points in reaching 75.
Testlet 1: Medium

Weak Performance

Testlet 2: Medium
Testlet 1: Medium

Testlet 2: Difficult

Strong Performance
International Testing Sites

- Bahrain
- Brazil
- England
- Germany
- Ireland
- Japan
- Kuwait
- Lebanon
- Scotland
- United Arab Emirates
~ Foreign Credentials Evaluation ~

Anaheim
Beverly Hills
Culver City
Los Alamitos
Redondo Beach
West Covina
~ Strongly Recommended ~

The California Board of Accountancy Uniform CPA Examination Handbook

at

http://www.dca.ca.gov/cba/applicants/exambook.pdf
Online Ethics Exam

50 multiple choice questions
90% score required
300-page self-study course
3 attempts
One year to pass
$150 ($125 if member of CalCPA)

Membership in CalCPA is free for students and for one year while taking the CPA exam.
CPA Review Course?

- Study time is used more efficiently.
- Strategies for taking the exam are learned.
- Practice doing task-based simulations.
- Keeps you disciplined and organized.
- Most efficient way to review what you’ve already learned.
- Increases probability of passing.
- Obtain immediate feedback from practice exams.
- Obtain practice navigating the computer screen and simulations.

cpaexamguy.com
For a tutorial and practice exam for each section of the CPA exam, go to

https://www.aicpa.org/becomeacpa/cpaexam/forcandidates/tutorialandsampletest.html