

UNITED STATES OF AMERICA
Before the
SECURITIES AND EXCHANGE COMMISSION

SECURITIES EXCHANGE ACT OF 1934
Release No. 83807 / August 8, 2018

ACCOUNTING AND AUDITING ENFORCEMENT
Release No. 3956 / August 8, 2018

ADMINISTRATIVE PROCEEDING
File No. 3-17553

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| | : | ORDER GRANTING APPLICATION FOR |
| In the Matter of | : | REINSTATEMENT TO APPEAR AND PRACTICE |
| | : | BEFORE THE COMMISSION AS AN ACCOUNTANT |
| ROBERT J. BREHL, CPA | : | RESPONSIBLE FOR THE PREPARATION OR |
| | : | REVIEW OF FINANCIAL STATEMENTS REQUIRED |
| | : | TO BE FILED WITH THE COMMISSION |

On September 19, 2016, Robert J. Brehl, CPA (“Brehl”) was denied the privilege of appearing or practicing before the Commission as an accountant as a result of settled public administrative proceedings instituted by the Commission against him pursuant to Rule 102(e)(1)(iii) of the Commission’s Rules of Practice.¹ This order is issued in response to Brehl’s application for reinstatement to appear and practice before the Commission as an accountant responsible for the preparation or review of financial statements required to be filed with the Commission.

The Commission found that Brehl willfully aided and abetted and caused the violation of the federal securities laws while serving as the Chief Accounting Officer of an issuer with securities registered with the Commission under Section 12(b) of the Securities Exchange Act of 1934. Between March 2012 and June 2014, the Commission alleged that Brehl maintained a close personal and romantic relationship with a member of the Ernst & Young LLP (“EY”) engagement team that performed audit and review services for the issuer. As a result of this relationship EY was found to lack independence from the issuer. Brehl caused and willfully aided and abetted the issuer’s violations of Section 13(a) of the Exchange Act, and Rule 13a-1 thereunder, which require public issuers to file annual reports with the Commission that have been audited by an independent accountant.

¹ See Accounting and Auditing Enforcement Release No. 3803 dated September 19, 2016. Brehl was permitted, pursuant to the order, to apply for reinstatement after one year upon making certain showings.

In his capacity as a preparer or reviewer, or as a person responsible for the preparation or review, of financial statements of a public company to be filed with the Commission, Brehl attests that he will undertake to have his work reviewed by the independent audit committee of any company for which he works, or in some other manner acceptable to the Commission, while practicing before the Commission in this capacity. Brehl is not, at this time, seeking to appear or practice before the Commission as an independent accountant. If he should wish to resume appearing and practicing before the Commission as an independent accountant, he will be required to submit an application to the Commission showing that he has complied and will comply with the terms of the original suspension order in this regard. Therefore, Brehl's suspension from practice before the Commission as an independent accountant continues in effect until the Commission determines that a sufficient showing has been made in this regard in accordance with the terms of the original suspension order.

Rule 102(e)(5) of the Commission's Rules of Practice governs applications for reinstatement, and provides that the Commission may reinstate the privilege to appear and practice before the Commission "for good cause shown."² This "good cause" determination is necessarily highly fact specific.

On the basis of information supplied, representations made, and undertakings agreed to by Brehl, it appears that he has complied with the terms of the September 19, 2016 order suspending him from appearing or practicing before the Commission as an accountant, that no information has come to the attention of the Commission relating to his character, integrity, professional conduct or qualifications to practice before the Commission that would be a basis for adverse action against him pursuant to Rule 102(e) of the Commission's Rules of Practice, and that Brehl, by undertaking to have his work reviewed by the independent audit committee of any company for which he works, or in some other manner acceptable to the Commission, in his practice before the Commission as a preparer or reviewer of financial statements required to be filed with the Commission, has shown good cause for reinstatement. Therefore, it is accordingly,

ORDERED pursuant to Rule 102(e)(5)(i) of the Commission's Rules of Practice that Robert J. Brehl, CPA is hereby reinstated to appear and practice before the Commission as an accountant responsible for the preparation or review of financial statements required to be filed with the Commission.

By the Commission.

Brent J. Fields
Secretary

² Rule 102(e)(5)(i) provides:

"An application for reinstatement of a person permanently suspended or disqualified under paragraph (e)(1) or (e)(3) of this rule may be made at any time, and the applicant may, in the Commission's discretion, be afforded a hearing; however, the suspension or disqualification shall continue unless and until the applicant has been reinstated by the Commission for good cause shown." 17 C.F.R. § 201.102(e)(5)(i).