

ANDREW SCHMIDT

ASSOCIATE PROFESSOR OF ACCOUNTING • NORTH CAROLINA STATE UNIVERSITY
3146 NELSON HALL • 2801 FOUNDERS DRIVE • RALEIGH, NC 27695

EDUCATION

Arizona State University

Ph.D. in Accountancy, May 2004

- *Dissertation:* The Persistence, Forecasting, and Valuation Implications of the Tax Change Component of Earnings.
Co-Chairs: Charles Christian and J. Joseph Comprix

University of Illinois at Urbana-Champaign

M.S. in Taxation, May 1994

Saint Andrews Presbyterian College

BA in Business/Economics (Emphasis: Accounting and Finance), cum laude, May 1992

EMPLOYMENT

North Carolina State University

- Associate Professor of Accounting (July 2016 – Present)
- NCSU Poole Scholar (2015-2017)
- Assistant Professor of Accounting (August 2011 – June 2016)

Columbia University

- Director, Accounting Division Doctoral Program (July 2009 – July 2011)
- Assistant Professor of Accounting (July 2004 – July 2011)

Arizona State University

- Teaching Assistant and Instructor: *ACC230 – Uses of Accounting Information I*
- Research Assistant: Charles Christian, Philip Regier

Internal Revenue Service, Champaign, IL 1994-1998

- Revenue Agent. Examined Individual, C/S Corporation, and Partnership income tax returns. Integrated strong financial accounting and tax research skills and tax law knowledge in order to analyze financial statements, test financial statement accounts, and apply the tax law over a vast array of scenarios.

GRANTS RECEIVED

2012-2013 Edwin Gill Grant [\$10,000 Internal NCSU College of Management grant for research expenses]

- **“Classification Shifting with Income Tax Expense: Do Managers Shift Income Tax Expense from Continuing Operations Below the Line?”** [with J. Joseph Comprix (Syracuse University)].

2015-2016 NCSU Sustainability Initiative Research Grant [\$25,000 Internal NCSU College of Management grant]

- **“The Economic Consequences of the Formation and Initial Activities of the Sustainability Accounting Standards Board”** [with Bradley Lindsey (North Carolina State University)].

REFEREED PUBLICATIONS

“Secondary Evasion and the Earned Income Tax Credit” [with Edward Werner (Drexel University)]

The Journal of the American Taxation Association 27(2): 27-58 (2005).

“The Persistence, Forecasting, and Valuation Implications of the Tax Change Component of Earnings”

The Accounting Review 81(3): 589-616 (2006).

- **American Taxation Association/PricewaterhouseCoopers Outstanding Tax Dissertation Award, 2005**
- Abstracted in: *The Journal of the American Taxation Association* 28(1): 87-88.

REFEREED PUBLICATIONS (CONTINUED)

“The Effects of Standardized Tax Rates, Average Tax Rates, and the Distribution of Income on Tax Progressivity” [with Govind Iyer (Arizona State University) and Ananath Seetharaman (St. Louis University)] *The Journal of Accounting and Public Policy* 27(1): 88-96 (2008).

“Structural Change in the Research and Experimentation Tax Credit: Success or Failure” [with Sanjay Gupta (Michigan State University) and Yuhchang Hwang (Arizona State University)]; *National Tax Journal* 64 (June): 285-322 (2011).

“Bias in Quarterly Estimates of Annual Effective Tax Rates and Earnings Management Incentives” [with J. Joseph Comprix (Syracuse University) and Lillian Mills (University of Texas)]. *The Journal of the American Taxation Association* 34(1): 31-53 (2012).

“Do Publicly Disclosed Tax Reserves Tell Us About Privately Disclosed Tax Shelter Activity?” [with Leslie Robinson (Dartmouth College) and Petro Lisowsky (University of Illinois)]. *Journal of Accounting Research* 51(3): 583-629 (2013)

- **American Taxation Association Outstanding Tax Manuscript Award, 2016**

“Firm and Investor Responses to Uncertain Tax Benefit Disclosure Requirements” [with Leslie Robinson (Dartmouth College)]; *The Journal of the American Taxation Association* 35(2): 85-120 (2013).

- **Best Paper Award: *The Journal of the American Taxation Association*, 2014.**

OTHER PUBLICATIONS

“DISCUSSION of Tax Misreporting and Avoidance by Nonprofit Organizations” *The Journal of the American Taxation Association* 29(1): 87-92 (2007).

- **Best Discussion Award: *The Journal of the American Taxation Association* Conference, 2006**

WORKING PAPERS

“Examining which Tax Rates Investors Use for Equity Valuation” [with Kathleen Powers (University of Tennessee), Jeri Seidman (University of Virginia), and Bridget Stomberg (University of Georgia)].

- Preparing to submit to *Review of Accounting Studies*

“Information Processing Costs and the Allocation of Analyst Attention” [with Sangwan Kim (University of Massachusetts – Boston) and Kelly Wentland (University of North Carolina – Chapel Hill)].

“Analysts and Taxes” [with Sangwan Kim (University of Massachusetts – Boston) and Kelly Wentland (University of North Carolina – Chapel Hill)].

- Preparing to submit to *The Journal of the American Taxation Association*

“Assessing Tax Risk: Practitioner Perspectives” with Thomas Omer (University of Nebraska) and Stevanie Neuman (University of Missouri – Columbia)].

- Formerly titled **“Examining the Association between Tax Risk and Tax Outcomes”**
- Revise and Resubmit: *Contemporary Accounting Research*

“Tax Avoidance and DuPont Measures of Future Performance” [with Urooj Kahn and Sharon Katz (both at Columbia University)].

- Revise and Resubmit: *Contemporary Accounting Research*

RESEARCH IN PROGRESS

“The Persistence and Pricing of Earnings subject to Tax-Induced Income Shifting” [with J. Joseph Comprix (Syracuse University) and Thomas Schultz (Western Michigan University)]. Data collection in progress.

“The Economic Consequences of the Formation and Initial Activities of the Sustainability Accounting Standards Board” [with Bradley Lindsey (North Carolina State University)]. Data collection in process.

RESEARCH IN PROGRESS (CONTINUED)

“The Information Content of Book Income and Taxable Income in the Presence of One Percent Shareholders” [with Bradley Lindsey (North Carolina State University)]. Data analysis in progress.

“Taxable Income and Aggregate Stock Returns” [with J. Joseph Comprix (Syracuse University) and Bradley Lindsey (North Carolina State University)]. Data collection complete. Analysis in progress.

“Tax-Induced Income Shifting and Innovation” [with J. Joseph Comprix (Syracuse University) and Joseph Zhang (University of Memphis)].

“Audit Fees and Business Risk: New Evidence from Countries Perceived as Corrupt” [with J. Joseph Comprix (Syracuse University) and Ravindra Bangar (Syracuse University)].

“The Association between CEO Retirement and Tax Reporting Aggressiveness” [with Jared A. Moore and Donald Neubaum (both from Oregon State University)]; Targeted for *The Accounting Review*.

“Classification Shifting with Income Tax Expense: Do Managers Shift Income Tax Expense from Continuing Operations Below the Line?” [with J. Joseph Comprix (Syracuse University)]. Data collection complete. Analysis in progress.

“The Persistence and Pricing of Below the Line Income Tax Expense” [with J. Joseph Comprix (Syracuse University)]. Data collection complete. Analysis in progress.

“Economic Consequences of the Deferred Tax Asset Valuation Allowance” [with J. Joseph Comprix (Syracuse University)]. Data collection complete. Analysis in progress.

“The Economic Consequences of the Americans with Disabilities Act” [sole authored] Data collection complete. Analysis in progress.

PROCEEDINGS

“The Persistence, Forecasting, and Valuation Implications of the Tax Change Component of Earnings”
Proceedings of the 2003 University of Illinois Tax Research Symposium (2004): 47-51.

REFEREED CONFERENCE PRESENTATIONS

“Audit Fees and Business Risk: Evidence from Countries Perceived as Corrupt” [with J. Joseph Comprix (Syracuse University) and Ravindra Bangar (Syracuse University)].

- 2015 *American Accounting Association* Annual Meeting (Chicago, IL 2015)

“Analysts and Taxes” [with Sangwan Kim (University of Massachusetts – Boston) and Kelly Wentland (University of North Carolina – Chapel Hill)].

- 2014 *American Taxation Association* Midyear Meeting. Session: Research-in-Process (San Antonio, TX 2014).
- 2014 *American Accounting Association* Annual Meeting (Atlanta, GA 2014)
- 2015 University of Illinois Tax Symposium (Chicago, IL 2015)

“Tax Avoidance and DuPont Measures of Future Performance” [with Urooj Kahn and Sharon Katz (both at Columbia University)]. Presented at:

- 2013 *American Accounting Association* Annual Meeting (Anaheim, CA 2013)
- 2014 *European Accounting Association* 37th Annual Congress (Tallinn, Estonia 2014)

“Examining the Association between Tax Risk and Tax Outcomes” [with Thomas Omer (University of Nebraska) and Stevanie Neuman (University of Missouri – Columbia)]. Presented at

- 2013 *American Taxation Association* Midyear Meeting. Session: Research-in-Process (San Diego, CA 2013).
- University of Illinois Tax Doctoral Consortium (Chicago, IL 2013)

REFEREED CONFERENCE PRESENTATIONS (CONTINUED)

“Do Publicly Disclosed Tax Reserves Tell Us About Privately Disclosed Tax Shelter Activity?” [with Leslie Robinson (Dartmouth College) and Petro Lisowsky (University of Illinois)]. Presented at:

- 2010 UNC Tax Symposium (Chapel Hill, NC 2010)
- 2010 IRS Research Conference (Washington, DC 2010)
- 2010 American Accounting Association Annual Meeting (Washington, DC 2010)

“Firm and Investor Responses to Uncertain Tax Benefit Disclosure Requirements” [with Leslie Robinson (Dartmouth College)]; Presented at:

- 2008 *National Tax Association* Annual Meeting (Washington, DC 2008)
- 2009 *American Accounting Association* Annual Meeting (New York, NY 2009)
- 2009 *Burton Workshop* (Columbia University, 2009)

“Bias in Quarterly Estimates of Annual Effective Tax Rates and Earnings Management Incentives” Presented at:

- 2004 *American Taxation Association* Midyear Meeting. Session: PhD Student and New Faculty Research (Denver, CO 2004)

“The Persistence, Forecasting Ability, and Valuation Implications of the Tax Change Component of Earnings”

Presented at:

- 2003 *American Accounting Association* Annual Meeting. Concurrent Session: Relevance of Earnings and Earnings Components (Honolulu, HI 2003)
- Illinois Tax Research Symposium VII (Champaign, IL 2003)

“Secondary Evasion and the Earned Income Tax Credit” Presented at:

- 2002 *American Taxation Association* Midyear Meeting. Session: PhD Student and New Faculty Research (New Orleans, LA 2002)

INVITED CONFERENCE PRESENTATIONS

“Tax Avoidance and DuPont Measures of Future Performance” [with Urooj Kahn and Sharon Katz (both at Columbia University)]. Presented at:

- 2015 *National Tax Association* National Meeting (Boston, MA 2015)

“DISCUSSION of “Following the Rules: Military Experience and Tax Avoidance”

- 2013 *Conference on Financial Economics and Accounting* (Chapel Hill, NC 2013)

PANELIST: “An Investor and Financial View of Tax”

- 2012 *Tax Executives Institute Midyear Meeting* (Washington, DC 2012)

“DISCUSSION of New Evidence on the Importance of Deferred Tax Assets and Liabilities and on Managerial Manipulation of Tax Expense”

- 2006 *NBER Conference on Financial Reporting and Taxation* (Cambridge, MA 2006)

“DISCUSSION of Tax Misreporting and Avoidance by Nonprofit Organizations”

- 2006 *American Taxation Association* Midyear Meeting. Session: JATA Conference (San Diego, CA 2006). Winner of Best Discussion Award.

“DISCUSSION of The Confirmatory Role of Mandatory Accounting: Accounting as a Disciplinary Mechanism for Managers’ Estimates and Analysts’ Forecasts”

- 2005 *Four Schools Conference* (Columbia University, 2005)

WORKSHOP PRESENTATIONS

“The Economic Consequences of the Formation and Initial Activities of the Sustainability Accounting Standards Board” [with Bradley Lindsey (North Carolina State University)].

- North Carolina State University: March 2016 (Business Sustainability Collaborative Research Seminar)

“Analysts and Taxes” [with Sangwan Kim (University of Massachusetts – Boston) and Kelly Wentland (University of North Carolina – Chapel Hill)].

- North Carolina State University: May 2014 (Brown Bag)
- Oregon State University: May 2014
- University of North Carolina – Charlotte: October 2014
- University of Illinois at Chicago: November 2014

“Tax Avoidance and DuPont Measures of Future Performance” [with Urooj Kahn and Sharon Katz (both at Columbia University)]. Presented at:

- North Carolina State University 2013 (Brown Bag)

“The Information Content of Book Income and Taxable Income in the Presence of One Percent Shareholders” [with Bradley Lindsey (North Carolina State University)]. Presented at:

- North Carolina State University 2013 (Brown Bag)

“Examining the Association between Tax Risk and Tax Outcomes” [with Thomas Omer (University of Nebraska) and Stevanie Neuman (University of Missouri – Columbia)]. Presented at:

- North Carolina State University 2012 (Brown Bag)
- Arizona State University: November 2012
- University of Houston: March 2014

“Do Publicly Disclosed Tax Reserves Tell Us About Privately Disclosed Tax Shelter Activity?” [with Leslie Robinson (Dartmouth College) and Petro Lisowsky (University of Illinois)]. Presented at:

- North Carolina State University: March 2011 (Interview)

“Earnings Management to Meet or Beat Analysts’ Forecasts through Changes in Interim Expenses” Presented at:

- *Burton Workshop* (Columbia University): November 2006
- Rutgers, The State University of New Jersey: March 2007

“The Persistence, Forecasting, and Valuation Implications of the Tax Change Component of Earnings” Presented at:

- University of Notre Dame: February 2003 (Interview)
- University of Iowa: March 2003 (Interview)
- Columbia University: February 2004 (Interview)
- Pennsylvania State University: February 2004 (Interview)
- University of Illinois at Urbana-Champaign: March 2004 (Interview)
- Texas A&M University: March 2004 (Interview)
- Tulane University: March 2004 (Interview)
- University of Missouri: March 2004 (Interview)

POPULAR PRESS REFERENCES

(Audio Interview) NPR: *All Things Considered*, “Indefensible Tax Breaks”, May 04, 2009
<http://www.wnyc.org/flashplayer/player.html#/play/%2Fstream%2Fxsfp%2F131140>

Columbia Business School: *Public Offering Blog*. “Tax Code Changes May Shift Investment to U.S.” May 06, 2009
http://www4.gsb.columbia.edu/publicoffering/post/723520/Tax+Code+Changes+May+Shift+Investment+to+U_S_#

Columbia Business School *Ideas at Work* “A Shortcut to Earnings” May 28, 2009
<http://www4.gsb.columbia.edu/ideasatwork/feature/723779/A+Shortcut+to+Earnings#>

(Press Interview) Marketwatch, “What Trump’s Taxes Could Tell Us about the Candidate”, March 21, 2016
<http://www.marketwatch.com/story/just-what-controversies-could-trumps-tax-returns-expose-2016-03-21>

(Press Interview) Marketwatch, “Apple Hasn’t Set Aside Enough to Pay Irish Back Taxes”, August 30, 2016
<http://www.marketwatch.com/story/apple-hasnt-set-aside-enough-to-pay-irish-back-taxes-2016-08-30>

CASE STUDIES

“HCA Healthcare: Revenue Recognition and Accounts Receivable” Columbia *CaseWorks* (ID#: 090105), May 20, 2011

“Oakley, Inc., Accounts Receivable” Columbia *CaseWorks* (ID#: 090106), May 20, 2011

“Moe and Joe’s Tavern” Columbia *CaseWorks* (ID#: 110110), December 15, 2011

CONFERENCES ATTENDED

American Accounting Association/Deloitte Foundation Trueblood Seminar for Professors, 2015

American Accounting Association, Annual Meetings, 2002, 2003, 2005, 2009

American Taxation Association, Midyear Meetings, 2001, 2002, 2004, 2005, 2006, 2013, 2014

Burton Workshop, 2004, 2005, 2006, 2007, 2008, 2009, 2010, 2011

Center for Accounting Research and Education (CARE) Conference (Invited), 2006

Columbia/NYU Conference, 2004, 2005, 2006

Conference on Financial Economics and Accounting (Invited), 2013

Four Schools Conference, 2005

Illinois Tax Research Symposium (Invited), 2003, 2011, 2013

NBER Conference on Financial Reporting and Taxation (Invited), 2006

NYU Summer Camp (Invited), 2009

Review of Accounting Studies Conference (Invited), 2005

Tax Executives Institute, Midyear Meeting (Invited), 2012

University of North Carolina Tax Symposium (Invited), 2004, 2005, 2006, 2007, 2010, 2011, 2012, 2013, 2014, 2015

University of North Carolina Tax-Efficient Supply Chain Management Conference (Invited), 2014

ORGANIZATION MEMBERSHIP AND CERTIFICATIONS

American Accounting Association (Financial Accounting and Reporting Section); American Taxation Association;

American Finance Association; National Tax Association

Certified Public Accountant (Illinois): 1995 (inactive)

HONORS AND AWARDS

American Taxation Association Outstanding Tax Manuscript Award: 2016

Inaugural NCSU Poole Scholar: 2015-2017

Best Paper Award: *The Journal of the American Taxation Association*, 2014.

Research Leadership Award: North Carolina State University Accounting Department: 2012-2013, 2015-2016.

Best Discussion Award: *The Journal of the American Taxation Association* Conference: 2006

American Taxation Association/PricewaterhouseCoopers Outstanding Tax Dissertation Award: 2005

Arizona Business Leaders Network Scholarship: 2003/2004

ASASU Graduate Research Support Program Grant: 2002/2003

J. Hal Reneau Memorial Scholarship: 2002/2003

ASU University Graduate Scholar: 1998/99, 1999/00, 2000/01, 2001/02, 2002/03

ASU Graduate Academic Scholarship: 1998/99, 1999/00, 2000/01, 2001/02, 2002/03

Andrew M. Brown Scholarship: 1999/00, 2000/01, 2001/02, 2002/03

PAC-10 Doctoral Consortium Representative: 2000

American Accounting Association Doctoral Consortium Representative: 2001

PROFESSIONAL ACTIVITIES

Editorial Board, *Contemporary Accounting Research* (2017-present)

Editorial Board, *The Journal of the American Taxation Association* (2004-2007)

Ad Hoc Reviewer, *The Accounting Review*, *Advances In Accounting*, *Contemporary Accounting Research*, *Review of Accounting Studies*, *The Journal of the American Taxation Association*, *Emerging Markets Finance and Trade*, 2005 FARS Midyear Meeting, 2011 FARS Midyear Meeting, 2012 FARS Midyear Meeting, 2013 FARS Midyear Meeting, 2014 JATA Midyear Meeting, 2013, 2016 Conference on Financial Economics and Accounting.

SERVICE

Committee Member: NCSU Poole College of Management Research Committee (2016-present)
NCSU Tax and Technology Certificate Program: Developed Materials for Module 4 (Forecasting ETRs and Scenario Analysis).
Committee Member: NCSU Accounting Department Undergraduate Critical Thinking Assessment: 2016
Committee Member: NCSU Accounting Department MAC Director Review: 2016
NCSU Accounting Faculty Search: 2015
Committee Member: American Taxation Association Nominations Committee: 2014-2015
Committee Member: American Taxation Association/PricewaterhouseCoopers Outstanding Tax Dissertation Award: 2007-2008, 2010-2011, 2011-2012, 2012-2013 (Chair), 2013-2014 (Chair), 2014-2015, 2016-2017
NCSU PhD Program Committee: 2013-present
NCSU Accounting Department Research Committee: 2013-present; 2016-present (Chair)
NCSU MAC Admissions Committee: 2013-present
NCSU PhD Program Core Courses Committee: 2013
Columbia University Undergraduate Special Concentration in Business Management – Faculty Advisor: 2011
Columbia University Committee for Undergraduate Special Concentration in Business Management: 2010-2011
Columbia University Research Database Committee: 2011
Columbia University Accounting Doctoral Program Coordinator: 2009-2011
Columbia University Accounting Division Seminar Series: Co-Coordinator 2005-2006, 2007-2008
Columbia University Accounting Faculty Search: 2005, 2007, 2008, 2009, 2010, 2011
Volunteer Income Tax Assistance (VITA) Site Coordinator: 1997-1998
Board of Directors, P.A.C.E., Inc.: 1996-1998