

The Audit Standard



The Institute of Internal Auditors, Inc.

Dallas Chapter

April, 2000

THE PRESIDENT'S MESSAGE

Spring has arrived with budding, blossoming, and blooming everywhere! In the spirit of new growth, we are launching the new electronic delivery of *The Audit Standard*. Welcome to our electronic subscribers! For those who do not have your current e-mail addresses on file with the Chapter, we ask that you enter your preferred e-mail address through the Chapter's web site at www.dallasiia.org so that you, too, can receive news and information in the fastest possible way.



Spring brings the joint meeting with our Ft. Worth IIA neighbors. We look forward to a great time of networking and fun. This season of beginnings also brings us a reminder of the professional growth of our newest CIAs. We will honor those who have successfully completed their CIA certifications at our Chapter meeting on Thursday, April 27th. Our Chapter is fortunate that 28% of its membership have achieved this distinction. Let's wear red to show our support for the CIA program and our newest CIAs.

We can grow professionally as we welcome Rob Dyson to present "e-Business Risks and Security Concerns" as our luncheon topic. We are excited that our own members will lead us in the pre and post meetings. Rusalyn Kosofsky will lead "ACL: Tips and Tricks" in the pre-meeting time slot, and our post meeting will be "Electronic Workpapers Forum" with representatives from The Associates, Deloitte & Touche, and JCPenney. We are also hosting our last seminar of this chapter year with Richard Tarr from MIS Training presenting the 2-day "Auditing Automated Business Applications." These are very cost-effective ways to achieve continuing education, and providing quality continuing education is one of the Dallas Chapter's primary goals.

Finally, our new officers need information only you can supply: What are you willing to contribute to the Chapter? What you will get out of your membership in the IIA is based to a large extent on what you decide to put into it. To secure your place of leadership and service in the chapter for 2000-2001, we need to hear from you right away. If you have ideas for speakers or topics for meetings or seminars, the member survey is the official place to register those ideas. If you have preferences on meeting dates, times and locations then let us know that information, too. Please be sure to participate in the Chapter's development by completing the member survey prior to the April meeting. The survey is located on the Chapter's web site and in last month's newsletter. We want to make 2000 – 2001 the best year yet for the Dallas IIA!

Corrine Bryan
President

April Meeting

"e-Business Risks and Security Concerns"

Rob Dyson, Deloitte & Touche

Date:

April 27, 2000

Location:

CityPlace Conference Center
Southeast Corner of Central
Expressway & Haskell Avenue

Time:

10:30 Pre Meeting
"ACL: Tips and Tricks"
Speaker: Rusalyn Kosofsky, TXU
11:30 Lunch Registration
12:00 Lunch Presentation
"e-Business Risks and
Security Concerns"
Speaker: Rob Dyson, Deloitte & Touche
1:30: Post Meeting
"Electronic Workpapers Forum"
The Associates, Deloitte & Touche, and
JCPenney

Reservations

Preferred Method

The best method to confirm your reservations is via the website at www.dallasiia.org.

Secondary Method

An optional method is to use the telephone, fax, or email. However, a \$2 phone/fax/email fee will be assessed to each reservation.

Contacts

Sharon Beard

e-mail: sbear2@jcpenny.com

Lori Cannafax

e-mail: lcann3@jcpenny.com

Phone Reservations: 972.431.DIIA or 972.431.3442

Fax Reservations: 972.431.7195

Luncheon Fees:

Members: \$ 23

Non-Members: \$ 30

Students: \$ 15

Phone/Fax Fee/Email: \$ 2

**Reservations must be received by noon on Friday,
April 21 or a \$7 late fee will be charged.**

We reserve the right to bill for "no-shows"

1999-2000 Officers

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Lynn Hays 214.812.4915

Name Badges

RusalyN Kosofsky, CIA,CMA, CPA 214.812.4986

Newsletter

Rhonda McClinton, CIA 214.999.2561

Nominations

Vickie Lyng, CIA,CPA 214.969.9733

Pre/Post Meetings

Magdalena M. Kovats 214.777.7426

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Lori Cannafax 972.431.7155

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Jack Evans 972.341.4143

Speakers Bureau

Dace Ward 972.605.6128

Strategic Planning

Anna Nicodemus, CIA,CPA, CFE 972.605.3590

Rob Dyson is a Senior Manager at Deloitte & Touche and leads the Process and Systems Integrity (PSI) service line in the southern region. He has over 17 years of experience providing information technology services in a variety of industries including Federal Government (Department of Defense), Entertainment, Broadcasting, Publishing, Advertising, and Commercial Insurance. He joined Deloitte and Touche after almost 12 years with Electronic Data Systems and 4 years as an Officer in the US Army.



Mr. Dyson's recent experience includes ERP Application and eCommerce Security, Project Management for SAP Implementations, Business Process Controls Implementations, Business Continuity Planning and International Telecommunications & Media Business Development. He is a frequent speaker for D&T and has given numerous presentations to clients on SAP Process & Systems Integrity. He recently spoke at the Houston Chapter IIA meeting on the Internal Auditor's role in a SAP environment. Prior to joining D&T, Mr. Dyson had been a frequent speaker for EDS and the International Engineering Consortium (IEC) in the area of new media technologies and was a keynote speaker at the 1997 International Dutch Broadcasters Congress in the Netherlands.

There is a new business revolution underway that is changing our society at a magnitude that has not been experienced since the beginning of the Industrial Revolution in the 1750's. Arguably, the Information Age began in the 1950's. However, the Internet and associated technologies entered into mainstream society in the 1990's thereby changing how business will be conducted going forward. Electronic Business or e-Business is about getting closer to the customer, working seamlessly with partners and suppliers, and gaining efficiencies by integrating and automating internal and external processes. However, just like the Industrial Revolution brought on new risks, we are also facing new risks associated with the new e-Business Revolution. In this fiercely competitive, fast-paced e-Business environment, unmanaged risks can cause harm to the business, taint the brand, inflict legal liabilities and cause a company to lose market share within minutes! We'll take a closer look into these issues and discuss how the Internal Auditor can add value during this exciting new era.

The Audit Standard communicates upcoming events, meeting dates, and IIA information to the Dallas Chapter members. We are open to any ideas or information you want to share. If you want to have your information input into the newsletter, please contact Rhonda McClinton at 214.999.2561 or email her at rhonda.mcclinton@us.pwcglobal.com.

Meeting Dates

May 25

Newsletter Submission Deadline

April 28

AUDITING AUTOMATED BUSINESS APPLICATIONS
April 27 & 28, 2000
8:30 a.m. - 4:30 p.m.
16 CPE's

Course Description:

This two-day seminar is designed for financial, operational, and information system auditors who need a technical and operational understanding of information systems to audit automated business applications. Focusing on auditing the management of application transaction activity, controls, and procedures, you will master techniques that can be applied to mainframe, distributed processing, and client/server-based applications. You will learn how to assess all aspects of a business application, including input and output, processing, logical and physical security, authorizations, technical and end-user documentation, training and programmed procedures. You will gain field-tested tools for identifying, recording, assessing and evaluating application controls and procedures. A detailed case study will provide step-by-step reinforcement of what you will learn, and you will leave this high-impact seminar with real-world examples of audit programs, testing techniques, and audit findings.

Instructor Background:

Richard H. Tarr, CISA, CIA, is an audit and information systems consultant, specializing in quality assurance and training for all audit functions as well as disaster recovery planning and project management. An 18-year audit and information systems veteran, Mr. Tarr began his career with Electronic Data Systems Company. He served as Corporate EDP Audit Manager for the Walt Disney Company, and, after that, as Manager of Quality Assurance Review for the IIA. He authored the IIA's audit tool kit, Establishing an Internal Audit Function.

Costs: \$375 Members; \$450 Non Members

Fees include morning and afternoon snack both days and the IIA Luncheon on April 27, 2000

CLASS IS LIMITED TO THE FIRST 30 PAID REGISTRANTS

Location: CityPlace Conference Center, 2711 Haskell (southeast corner of Central Expressway and Haskell)

Please send your checks made payable to the DALLAS IIA to:

Jeff Seutter
The Associates Corporate Audit, 7 Wingren
P.O. Box 660237
Dallas, Texas 75266-0237

For more information contact:

Jeff Seutter
Phone: 972-652-4373
Email: Jeffrey_Seutter@afcc.com

REGISTRATION FORM

Please attach this form to your check or register for the seminar on our website: www.dallasiaa.org
Registration forms can be faxed to 972-652-4393

Name _____

Company _____

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City, State, Zip _____

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Member: Yes _____ Member Number _____
No _____



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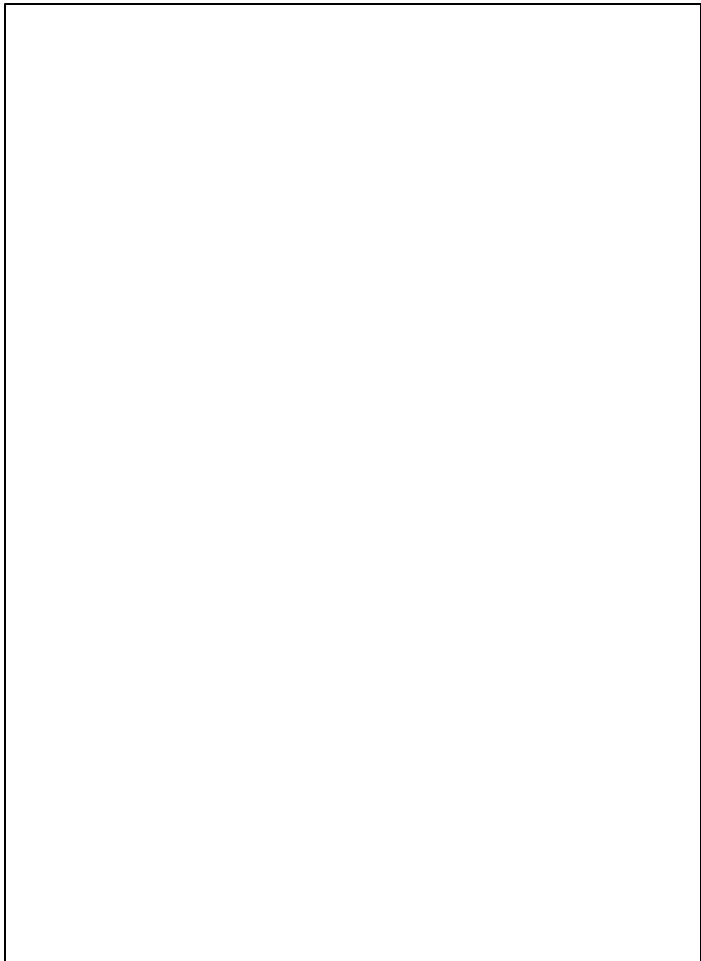
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audit best practices. Our Dallas Cosourcing Practice is a flexible, collaborative form of management, which maximizes existing strengths and increases key internal functions.

We are seeking a Senior Consultant in our Cosourcing Practice with 3-5 years of internal audit experience in public accounting and/or private industry, manufacturing background a plus. Operational and/or Financial experience and a demonstrated internal audit approach, as a consultative service is a distinct plus. BA/BS in accounting or related field. Prefer CIA or CPA. Must have willingness to travel. We offer excellent benefits, competitive compensation and a progressive, professional work environment.

Please e-mail resume to: gclasen@dtus.com or fax: (214) 777-7610, ATTN: G. Clasen

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Congratulations to the following members of the Dallas Chapter who reach their ten, fifteen, twenty, and twenty-five year anniversaries with the Institute of Internal Auditors between April 1 and June 30, 2000:

25 Years

Richard R. Woodmansee, CIA

20 Years

Alan L. Oppenheimer, CPA, CIA
John W. Chaloupa, CPA, CFE

15 Years

John S. Berko, CIA
John R. Morgan, CIA
Dennis J. Seeman, CIA
Michael David Shaw, CPA, CIA
Bruce M. Toplek, CPA, CIA

10 Years

Christopher Hole, CIA
Donald Biesmeier, CIA
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Gregory S. Dubis, CIA
William W. Ducharme, CIA
Jerry W. Goodman, CISA
James Hughes, CIA
Clinton Leon Jenkins, CIA
Jeanne King, CISA
Magdalena Kovats, CPA, CIA

10 Years

Penny R. Laughlin, CPA, CIA
Linda B. Linscott, CPA, CISA, CIA
Brian R. Luessen
Janet MacAulay, CIA
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Bob A. Beauchamp, CIA
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James J. Smedra, CIA

MEETING NOTES

PRE MEETING NOTES

Rusalyn Kosofsky is a Senior Auditor with TXU Business Services for the last six years. She has a bachelor's and master's degree in Accounting from the University of North Texas. She is a CIA, CMA, and CPA and has been using ACL for about 5 years.

ACL: Tips and Tricks

Rusalyn will briefly describe what ACL is, what it can do, and also demonstrate how she has utilized ACL in audit work. This will be a "how to" training session with open Q&A throughout.



POST MEETING NOTES

Jackie Nelson and Ruth Burton will be presenting the AutoAudit Software, a product of Paisley Consulting. The Associates deployed the AutoAudit Software to their Audit Department in August of 1999. Jackie and Ruth were members of the project team which customized and tested the software and also helped train audit department employees. Jackie Nelson, CPA and Ruth Burton, CISA, have been employed with The Associates for approximately five years. Prior to this, they were auditors with a Mortgage Banking Company for 2 1/2 years.

Beth Belcher graduated from the University of North Texas in 1997 with a Bachelor's degree in Accounting Control Systems. She continued on to earn a Masters degree in Finance in May of 1998. Beth began her career with JCPenney Co., Inc. in June of 1998. She works as an Internal Auditor in the Real Estate and Construction area. Beth will discuss how Word and Excel are utilized for workpapers.

Magdalena Kovats is a graduate from the University of North Texas with a BS and MS in accounting. After graduation she joined the internal audit group within JCPenney's, worked for a brief time for TIG, Property and Casualty Insurance Company. Currently, Magdalena is working for Deloitte & Touche LLP, in the co-sourcing area under the ERS practice. Magdalena will discuss how the AS/2 software package facilitates the workpaper process at D&T.

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Congratulations to Betsy Schwing, CPA, with UT Southwestern Medical Center. Betsy won a free registration for the May 2000 CIA Exam that the Chapter officers received at the IIA Leadership Conference. Study hard, Betsy, and Good Luck on the exam !!
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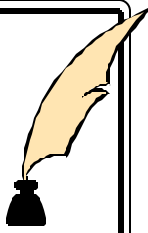
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Dates To Remember:

- Apr. 21: Reservation Deadline
- Apr. 27: IIA Meeting
- Apr. 27-28: Auditing Automated Business Applications Seminar
- Apr. 28: May Newsletter Deadline



Special Note:

Do you want your Newsletter sent to a different address? Have you changed your name or obtained a new certification? Please call 407.830.7600, extension 1, or send it via the web site, www.theiia.org/membership to update your records.



The Institute of Internal Auditors

Terry Eaton
Audit Department
Texas Utilities Company
1601 Bryan Street, #44-026
Dallas, TX 75201