

Accounting 405
Financial Statement Auditing
Spring 2011

Instructors: Tom English
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Class : M 6:00 to 9:00
Shields 106
Office Hours: T TH 10:00 - 12:00

text: **Principles of Auditing**, by Whittington & Pany 17TH

Course Objectives: The purpose of this class is to assist the student in obtaining an understanding of the auditing profession, audit evidence and audit evidence accumulation, including the process of determining fairness of financial statements.

Desired Educational Outcomes:

Students should be able to understand the difference between tests of controls and substantive tests as well as evaluate and chose among several substantive test options

Students should be able to plan an audit including risk assessment

Students should be able to understand and apply sampling techniques to both tests of controls and substantive tests

Students should be able to understand the process of evaluating internal control to determine the nature and extent of substantive testing

Students should be able to understand the importance of integrity in the audit profession

Students should have a rudimentary understanding of workpaper documentation techniques

COBE Core:

Students in this class will learn or practice the following COBE Core Curriculum concepts, methods, and skills:

1. Understand and apply analytical and disciplinary concepts and methods related to business and economics
 - i. Accounting
 - ii. Business policy and strategy
 - vii. legal environment of business
 - x. mathematics and statistics

- 2.1 Communicate effectively: Write messages and documents that are clear, concise, and compelling

3. Solve problems, including unstructured problems, related to business and economics

5. Resolve ethical issues related to business and economics

Outcome assessment: Evaluation of the student's understanding of auditing will consist of exams and a planning project. The project will require some web based research and will be graded for writing skills as well as application of planning concepts. Details of the project will be distributed after the planning discussion and will be posted on blackboard.

Class Structure: The primary class format is lecture. The text and case will supplement the lectures. Individual students (or team of 2 at the student's discretion) will submit workpapers for the assigned accounts receivable project. These workpapers will be prepared using a spreadsheet package chosen by the Student or team. Finally, all information covered in the class will be included in the examinations. The final is comprehensive.

Outcome Assessment:

Exams	200
Planning project	50
Final	<u>200</u>
Total	<u>450</u>

Other:

Requests for extra projects will not be honored in this class.
Final grades will be curved but should approximate:

90% A-, 80% B-, 65% C-

The texts are supplementary reading. **You are responsible For all material covered in class and in the texts.** Test Questions may come from either of these sources.

No make up or early exams will be given. If you must miss an exam you must clear it with me. If you have cleared it with me the exam points for the missed exam will accrue to the other exams. **This is not a free missed exam policy.** This only applies to exams missed for some dire circumstance and cleared with me.

Any form of cheating will result in a grade of F for the class.

Students are expected to conduct themselves in accordance with the Boise State University Statement of Shared Values (<http://www.boisestate.edu/osrr/Student%20Code%20of%20Conduct/StatementofSharedValues.pdf>), “Boise State University upholds the following values as the foundation for a civil and nurturing environment. Campus community members are expected to adhere to these common values (Josephson, 2002). Academic Excellence, Caring, Citizenship, Fairness, Respect, Responsibility, Trustworthiness.”

Week/Day

Topic

Chapters

Jan	17	Holiday	
	24	Introduction	1
		Prof Responsibility	2
	31	Ethics	3
		Legal Liability	4
Feb	7	Evidence	5
	14	Planning	6
	21	Holiday	
	28	Internal Control	7
Mar	7	Exam 1	
	14	Exam review	
		Begin sampling	9
	21	Sampling	9
	28	Spring Break	
April	4	Cash	10
	11	Accounts Receivable	11
	18	Exam 2	
	25	Inventory	12
	25	Planning project due	
May	2	A/P & Fixed assets	13 & 14
		Reports	
		Review	
	9	Final	

Please review the Schedule for Add/Drop/withdrawal etc. information
<http://registrar.boisestate.edu/calendars.htm>