



A POLYTECHNIC INSTITUTION  
School of Business  
Program: Financial Management  
Option: Accounting

**FMGT 3310**  
**Auditing 1**

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**Start Date:** September 2002

**End Date:** December 2002

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**Course Credits:** 3

**Term/Level:** 3

**Total Hours:** 36

**Total Weeks:** 12

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**Hours/Week:** 3

**Lecture:** 2

**Lab:** 1

**Shop:**

**Seminar:**

**Other:**

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#### Prerequisites

Course No.	Course Name
FMGT 2100	Accounting 2 (PTS)
FMGT 2190	Accounting 1/2 (PTS)
FMGT 2105	Accounting 2 (FTS)

#### Prerequisite for:

Course No.	Course Name
FMGT 4310	Auditing 2

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#### Course Description

This course discusses auditing principles and generally accepted auditing standards. Students study the meaning and purpose of the audit function and are introduced to techniques and procedures. Topics include history of auditing, professional ethics, internal control, audit evidence, legal liability and audit working papers.

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#### Evaluation

Final Examination	45%
Mid-term Examination	35%
<u>Assignments 16% and Quiz 4%</u>	<u>20%</u>
<b>TOTAL</b>	<b>100%</b>

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#### Course Goals

- Introduce the core concepts and basic principles of auditing.
  - Emphasize the importance of auditing to society.
  - Develop a framework for analyzing problems.
  - Develop and improve written and oral communication skills.
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## Course Learning Outcomes/Competencies

Having successfully completed this course, students should:

- understand the purpose of an audit.
- understand the ethical, legal and professional environments within which auditors work.
- understand the importance of planning in all audit engagements.
- understand the concepts of risk and materiality.
- understand the standard audit report and potential modifications.
- understand the need for professional judgment.
- communicate clearly and effectively.

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## Course Content Verification

I verify that the content of this course outline is current, accurate, and complies with BCIT Policy.

Developed by:	<u>Scott M. Sinclair</u>	Date:	<u>August 2002</u>
	Title		
Revised by:	<u>Name</u>	Date:	<u></u>
	Title		
Approved by:	<u>[Signature]</u>	Date:	<u>Aug 30, 2002</u>
	Associate Dean		

**Note:** Should changes be required to the content of this course outline, students will be given reasonable notice.

## Instructor

Phillip Der, CA

Office No.: TBA

Office Hrs.: TBA

Office Phone: TBA

E-mail Address: TBA

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## Learning Resources

### Required:

*Arens,Loebbecke,Lemon,& Spletstoesser, Auditing and Other Assurance Services, (Canadian Ninth Edition)*  
*Pearson Education Canada*

### Recommended:

Access to CICA Handbook

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## STUDENT INFORMATION ON POLICIES AND PROCEDURES

**COURSE OUTLINES:** This course outline may assist you in the future to receive credit for all or part of a course from another post-secondary institution or from a professional program. It is strongly recommended that this course outline be safely filed for future reference.

**EXAMINATIONS:** Recently there has been a greater tendency for students to miss scheduled examinations. Students who miss examinations often request that they be allowed to write make-up examinations. This is often unfair to those who wrote the scheduled examination and time-consuming for the instructor who is asked to prepare alternative examinations.

In an effort to be consistent within Financial Management, the Department has adopted the following policy to deal with mid-term and final examinations.

It is imperative that students write examinations on either the scheduled day per the course outline or the date and time as determined by the Registrar during the formal examination periods. Please make a note of the following Departmental policy:

Subject to circumstances outlined below, a student who fails to write an examination on the scheduled date and time will receive a zero on that examination.

Other than in emergency situations, a student must provide his/her instructor with a reason acceptable to the instructor for missing an examination at least 24 hours prior to the scheduled time of the examination. Should such notice be given and should the reason be acceptable to the instructor, the student may, subject to the discretion of the instructor, be permitted to either write an alternative examination or have an agrotat mark established. It is the student's responsibility to contact the instructor by phone, fax, e-mail, etc.

It is impossible to list every acceptable reason. However, for greater certainty, reasons such as being unprepared or having too many other examinations in the same week will not be accepted. Written documentation, i.e., doctor's notes, will be required in all cases of missed examinations.

**Instructors are asked to promptly notify the program head or the academic coordinator of any student who misses an examination together with any supporting documentation.**

**PHOTO IDENTIFICATION:** To write exams, students are required to produce photo-identification at examination centres. Photo identification must be placed on the desk before an exam will be issued to the student and must remain in view on the desk while writing the exam for inspection by invigilators. Students should bring a BCIT OneCard or alternatively two pieces of identification, one of which must be government photo I.D. such as a drivers license.

**CHEATING, PLAGIARISM AND DISHONESTY:** Acts of cheating, plagiarism and dishonesty are not tolerated; the degree of punitive action may range from a written warning to withdrawal from the program. These penalties may also be applied to a student who knowingly contributes to the act of dishonesty, cheating and plagiarism. (Refer to the current BCIT Calendar.)

Programmable calculators and calculators with alphabetic capability **will not be allowed** in exams. English language dictionaries **will be allowed** in exams provided they are presented to the exam invigilator prior to the exam.

**Schedules:**

<b>Week # /Week commencing</b>	<b>Outcome/Material Covered</b>	<b>Reference/Reading</b>
1/2 Sept 4/Sept 9	Review of Course Objectives/Introduction to Auditing	Chapter 1 - CICA Sections 5000, 5025, 5100
3 Sept 16	The Auditor's Report	Chapter 2 - CICA Sections 5400, 5405, 5510
4 Sept 23	Professional Ethics	Chapter 3
5 Sept 30	Legal Liability	Chapter 4- CICA Sections 5135, 5136
6 Oct 7	Audit Objectives	Chapter 5 - CICA Section 5300
7 Oct 14	<b>MID-TERM EXAM( Chapters 1-5)(October 14-18&amp;October 21)</b>	
8 Oct 22	Documentation and Evidence/Audit Planning	Chapter 6 - CICA Sections 5301, 5303, 5305
9 Oct 28	Planning	Chapter 7 - CICA Sections 5130, 5150
10 Nov 4	Materiality and Risk	Chapter 8 - CICA Assurance Guideline 31
11/12 Nov 11/Nov 18	Internal Control and Assessment of control risk	Chapter 9 - CICA Sections 5200, 5205, 5210, 5220
13 Nov 25	Overall Audit Plan	Chapter 10
14 Dec 2	<b>Course Review ( Chapters 1-10)</b>	
15 Dec 9	<b>FINAL EXAM( All chapters with emphasis on Chapters 6-10) Dates to be set by Registrar</b>	

Week Commencing	Assignments
Sept 9	None
Sept 16	Case 1-28
Sept 23	2-20,2-23,2-29
Sept 30	3-15,3-18,3-20
Oct 7	4-14,4-16,4-22,5-19
Oct 14	<b>MID-TERM EXAMINATION ( 2 hours)</b>
Oct 22	Review of mid-term examination
Oct 28	6-19(items 1-10),6-25,6-30
Nov 4	7-18,7-23,Case 7-27
Nov 11	8-16,8-24
Nov 18	<b>Quiz</b>
Nov 25	9-16,Case 9-25
Dec 2	none