



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

Course Outline

**FMGT 4310
 Auditing 2**

Start Date: January, 2008

End Date: May, 2008

Course Credits: 4

Term/Level: 4

Total Hours: 80

Total Weeks: 20

Hours/Week: 4

Lecture: 2

Lab: 2

Shop:

Seminar:

Other:

Prerequisites

Prerequisite for:

Course No. **Course Name**
 FMGT 3310 Auditing 1

Course No. **Course Name**
 FMGT 7310 Advanced Auditing

Course Description

This course teaches the student additional auditing principles and specific audit procedures. It uses the principles from Auditing 1 and applies them to the financial statement audit.

Evaluation

Assignments (including audit case) and Participation	18%
Quizzes	12%
Midterm Exam (Term A)	30%
Final Exam (Term B)	40%
TOTAL	<u>100%</u>

Course Learning Outcomes/Competencies

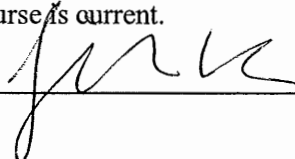
Having successfully completed this course, students should understand:

1. the auditor's increased responsibility for the detection of fraud.
2. the nature and business function of each of the revenue, disbursement, payroll, and inventory cycles.
3. the importance of proper sample selection process for both test of controls and substantive testing.
4. the effect EDP systems have on the planning and execution of the audit.
5. the specific audit procedures to be completed on each of the accounts included in the financial statements.
6. the special reports and other services provided by an auditor to his/her client.
7. the importance of exercising professional judgment.

Course Content Verification

I verify that the content of this course is current.

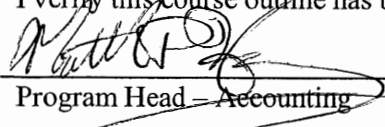
Jennifer Kerr, B.Comm., CA



Date: December, 2007

Instructor

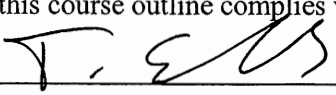
I verify this course outline has been reviewed.



Date: 2 Jan 08

Program Head - Accounting

I verify that this course outline complies with BCIT Policy



Date: Jan 2/08

Associate Dean

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

Required Learning Resources

Text:

Arens, Elder, Lemon, Spletstoeser-Hogeterp: *Auditing and other Assurance Services (Canadian Tenth Edition)*, Pearson Education Canada

CICA Handbook (accessible from any BCIT terminal) at: <http://edu.knotia.ca>

Audit Case:

The Bon Vivant Barbecue Company Audit Case, McGraw-Hill, Parker

** Note: This resource will be split between groups of 3 students each.

Other:

Additional "stand-alone" audit case handouts will be provided by the Instructors as the course progresses.

Instructors

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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. Unannotated dictionaries will be allowed on exams.

Term A:

Week #	Topic / CICA HB Section Covered	Reference/Reading
	The Audit Case schedule and administration will be announced separately in lecture. Students will complete the audit case in teams of 3.	
1	Course outline and Audit Case introduction Note: BCIT closed Jan 1st	
2	Audit Sampling Concepts	Chapter 12
3	Audit Sampling Concepts – cont'd / Audit of the Sales and Collection Cycle: Tests of Controls	Chapter 12 cont'd Chapter 13
4	Audit of the Sales and Collection Cycle: Tests of Controls	Chapter 13
5	Fraud Auditing Quiz #1 (note: date subject to change – will be announced one week prior)	Chapter 10
6	Completing the Tests in the Sales and Collection Cycle: Accounts Receivables	Chapter 14
7	Audit of Cash Balances Quiz #2 (note: date subject to change – will be announced one week prior)	Chapter 15
8	Audit of the Payroll and Personnel Cycle	Chapter 16
9	Midterm review Note: Wed, February 27, 2008 BCIT PD day – no classes	
10	Mid-term Exam - 2 hours (Chp 10, 12, 13, 14 & 15)	
11	Spring Break – no classes	

Term B:		
12	Midterm debrief in detail Audit case work Note: Good Friday, March 21, 2008 – no classes	
13	Audit of the Acquisition and Payment Cycle Note: Easter Monday, March 24, 2008 – no classes	Chapter 17
14	Completing the Tests in the Acquisition and Payment Cycle: Verification of Selected Accounts	Chapter 18
15	Audit of the Inventory and Warehousing Cycle Quiz #3 (note: date subject to change – will be announced one week prior)	Chapter 19
16	Audit of the Capital Acquisition and Repayment Cycle	Chapter 20
17	Completing the Audit Quiz #4 (note: date subject to change – will be announced one week prior)	Chapter 21
18	Assurance Services: Review and Compilation Engagements	Chapter 22
19	Final course review	
20/21	Final exams – no classes Final Exam - 2 hours (All Chapters, with emphasis on Chapters 16, 17, 18, 19, 20, 21, & 22)	

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