



BRITISH COLUMBIA INSTITUTE OF TECHNOLOGY

Operating Unit: Business
Program: Financial Management
Option: Accounting

FMGT 4310
Auditing 2

Start Date: January 2001

End Date: May 2001

Course Credits: 4
Total Hours: 72
Total Weeks: 18

Term/Level: 4

Hours/Week:	Lecture: 2	Lab: 2	Shop:	Seminar:	Other:
--------------------	-------------------	---------------	--------------	-----------------	---------------

Prerequisites

FMGT is a Prerequisite for:

Course No.	Course Name:	Course No.	Course Name
FMGT 3310	Auditing I	FMGT 7310	Advanced Auditing

Course Calendar Description

This course teaches the student general auditing principles and specific audit procedures. These procedures enable the student to critically assess accounting procedures.

Course Goals

- Develop a framework for analyzing problems.
 - Develop and improve written and oral communication skills.
 - Develop an understanding of the revenue, disbursement and payroll cycles.
 - Integrate the general concepts introduced in Auditing I into the practical application of auditing procedures.
-

Evaluation

Final Examination	50%
Mid-term Examination	35%
Assignments & Quizzes	15%
TOTAL	100%


Course Outcomes and Sub-Outcomes:

Having successfully completed this course, students should understand:

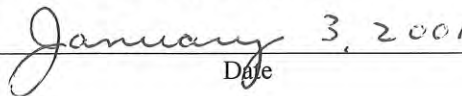
1. the nature and business function of each of the revenue, disbursement, payroll, and inventory cycles.
2. the importance of proper sample selection process for both test of controls and substantive testing.
3. the effect EDP systems have on the planning and execution of the audit.
4. the specific audit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

Course Content Verification

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



Program Head/Chief Instructor



Date

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



BRITISH COLUMBIA INSTITUTE OF TECHNOLOGY

Operating Unit: Business
Program: Financial Management
Option: Accounting

FMGT 4310
Auditing 2

Instructor(s)

Scott Sinclair, B. Comm., C.A.	Office No.: SE6 321 Office Hrs.: Tues. 11:30-12:30 Thur. 1:30-2:20	Office Phone: 451-7057 Home Phone: 263-1313 E-mail Address: ssinclair@bcit.ca
Marina Cutler, B.Comm., C.A.	Office No.: SE6 321 Office Hrs: TBA	Home Phone: 899-3234 E-mail Address: Marina_Culter@bcit.ca

Learning Resources

Required:

- Arens, Loebbecke, Lemon, Splettstoesser: Auditing and other Assurance Services (Canadian Eighth Edition) Prentice Hall Canada Inc.

Recommended:

- Access to CICA Handbook
-

BCIT POLICY INFORMATION FOR STUDENTS

Conduct and Attendance:

Refer to pages 4-6 of the current BCIT Calendar.

1. Conduct—is outlined on pages 4 and 5.
2. Attendance—attendance requirements will be enforced as per the BCIT policy on pages 5 and 6 of the calendar. Excessive absence will be deemed to be missing more than two (2) labs or seminars within the students control.

Upon notification of excessive absence and failure to provide adequate explanation, the students will be disqualified from writing the final examination.

Cheating, Plagiarism:

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 students who knowingly contribute to the act of dishonesty, cheating and plagiarism (Refer to pages 4 and 5 of the current BCIT Calendar.)



BRITISH COLUMBIA INSTITUTE OF TECHNOLOGY
Operating Unit: Business
Program: Financial Management
Option: Accounting

Schedule
FMGT 4310
Auditing 2

Week of/ Number	Outcome/Material Covered	Reference/Reading
1	Review of December 2000 Exam and overview of term objectives	None
2	Auditing complex EDP systems	Chapter 22/EDP Auditing Guidelines
3	Audit sampling	Chapter 11
4	Auditing the Revenue cycle -test of controls	Chapter 12
5	Auditing the Revenue cycle - analytical review	Chapter 13
6	Auditing the Revenue cycle -substantive testing	Chapter 14
7	Auditing the Payroll cycle	Chapter 15
8	Auditing the Inventory and warehousing cycle	Chapter 18
9	Review	
10	Midterm Examination (March 5-9)	
11	Spring Break (March 12- 16)	
12	Auditing the Disbursements cycle -test of controls	Chapter 16
13	Auditing the Disbursements cycle -substantive tests	Chapter 17

14	Auditing Capital Accounts & Retained Earnings/ Cash	Chapters 19/20
15	Completion of the Audit	Chapter 21
17	Assurance Services: Attest Engagements	Chapter 23, Handbook Sections 5025,5805,5815, 8100,8200,8500,8600, 9100 9200
18	Assurance Services: Direct Reporting Engagements and Business Advisory	Chapter 24
19	Fraud	Guest Speaker
20	Review	
21	Final Examination	



BRITISH COLUMBIA INSTITUTE OF TECHNOLOGY
Operating Unit: Business
Program: Financial Management
Option: Accounting

Schedule
FMGT 4310
Auditing 2

Week of/ Number	Assignments
1	None
2	None
3	22-15,22-16, 22-24
4	11-22,11-24,11-30
5	12-21,12-23,12-27
6	13-14,13-15,13-16
7	14-19,14-20,14-23
8	15-17,15-18,15-27
9	18-17,1-18,18-23
10	Midterm Examination
11	Spring Break
12	None

13	16-19,16-20,16-23
14	17-18,17-21,17-25
15	19-20,19-21,19-29
16	20-18,20-19,20-24
17	21-20,21-22,21-24
18	23-26,23-27,23-32
19	24-16,24-17,24-21
20	Review
21	Final Examination

Please note that assignments are to be typed and ready for collection at the start of the applicable class. Additional problems and case studies will be assigned and discussed during the labs. Examinations are to be written on the dates and times specified by the timetabler.