

ACCTMIS 5500H, AUTUMN 2015
COURSE INFORMATION SHEET

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Office: 414 Fisher Hall
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A. The objective of this course is to provide you with a basic understanding of auditing theory and practice, including related ethical and legal considerations. The primary focus is financial statement auditing, but other types of assurance services are also included. We will deal with the foundational ideas underlying auditing and not worry very much about current auditing standards and details. For example, we will attempt to address questions such as, “Would companies demand and pay for an audit if they weren’t required to by laws and regulations?” and “How confident should the auditor be that financial statements are free of material misstatement in order to render a “clean” opinion; is certainty required?” We will consider how academic auditing research can inform us about auditing theory and practice.

B. A tentative assignment sheet is distributed separately. You are responsible for all assigned and subsequently assigned material. I reserve the right to change the assignments as the course progresses.

C. The textbook is

Messier, W. F., Jr., S. M. Glover, and D. F. Prawitt. 9th edition (2014). *Auditing & Assurance Services: A Systematic Approach* (McGraw-Hill).

or

Messier, W. F., Jr., S. M. Glover, and D. F. Prawitt. 8th edition (2012). *Auditing & Assurance Services: A Systematic Approach* (McGraw-Hill).

Either the “student value” version (soft cover) (9th edition is ISBN 978-1-259-24828-3; 8th edition is ISBN 978-007-765161-8) or the hard-bound version (9th edition is ISBN 978-0-07-786233-6; 8th edition is ISBN 978-0-07-802543-3) is suitable.

D. Grades will be assigned based on the following:

<u>Description</u>	<u>points</u>	<u>Reference Below</u>
Quizzes	100	1
Final exam	100	2
Hand-in assignments	75	3
Contribution to class learning	<u>50</u>	4
	325	

The grading scale will be based on class performance.

1. There are four quizzes, as indicated on the assignment sheet. They will be given at the end of the class periods.
2. The final exam is comprehensive and will be given at the time and date indicated on the assignment sheet.
3. The hand-in-assignment points are as follows:

<u>Component</u>	<u>points</u>
a. Cases (9 @ 5 points each)	45
b. Article exercises (3 @ 10 points each)	<u>30</u>
	<u>75</u>

a. Cases – Case write-ups will be collected as specified on the assignment sheet. Most of the cases involve investigation and evaluation of a problem in essay form. To obtain credit for the case, your work must be neat and indicate that you made a valid attempt to solve the problem. Whether the solution is correct has little bearing on whether you receive credit. No late assignments will be accepted.

b. Article exercises – These exercises are intended to broaden and deepen your understanding of auditing, as well as question some of the “conventional wisdom” in auditing. You are responsible for answering (in writing) questions that I will provide about each article. The articles are available on the course homepage. Similar to the cases, to obtain credit for the article exercise, your work must be neat and indicate that you made a valid attempt to answer the questions. Whether your answers are correct has little bearing on whether you receive credit. No late assignments will be accepted.

4. Contribution to class learning – Although I will formally lecture occasionally, most of the class time will consist of discussions led by me. You are expected to participate in the discussions. Points will be awarded based on my evaluation of the quality of your contributions.

E. Here is some advice (hopefully worth more than the cost) that will help you succeed in this course:

1. Attend class.
2. Do all the assigned homework.
3. Do not fall behind.
4. Review past class notes regularly.
5. Ask questions and participate.

ACCTMIS 5500H, AUTUMN 2015
TENTATIVE ASSIGNMENT SHEET--9th ed

No.	Date	Day	TOPIC	READING	General Assignments	Hand-in Assignments	Quizzes
1	25-Aug	T	Overview	Ch 1			
2	27-Aug	R	Demand for Auditing	Ch 2	1-13,14; 2-19; 4-21; SP1	CASE 1	
3	1-Sep	T	Audit Assertions	Ch 5 (131-149)	3-30		
4	3-Sep	R	Audit Evidence		5-20,34,35	CASE 2	
5	8-Sep	T					
6	10-Sep	R		Ch 5 (149-156)		CASE 3	
7	15-Sep	T	Planning: Introduction	Ch 3 (68-84)			
8	17-Sep	R	Planning: Materiality	Ch 3 (84-89)			QUIZ 1
9	22-Sep	T	Planning: Audit Risk Model	Ch 4	4-24	CASE 4	
10	24-Sep	R	Planning: Inherent Risk		4-18	ARTICLE 1	
11	29-Sep	T	Planning: Control Risk	Ch 6 & 7	6-13; 7-19; 10-25; SP3		
12	1-Oct	R	Planning: Analytical Procedures	Ch 5 (159-169)	5-39; SP2		
13	6-Oct	T	Planning: Audit Program				
14	8-Oct	R	Testing Controls	Ch 8		CASE 5	
15	13-Oct	T			8-14,19,25,26; SP4	CASE 6	
	15-Oct	R	Holiday--No class				
16	20-Oct	T					QUIZ 2
17	22-Oct	R	Substantive Testing: Revenue Cycle	Ch 10	10-26; SP5; SP6		
18	27-Oct	T		Ch 16 (542-556)	16-26		
19	29-Oct	R	Sampling in Substantive Testing	Ch 9		ARTICLE 2	
20	3-Nov	T			9-27,22,23		
21	5-Nov	R	Substantive Testing: Other Cycles	Ch 11; skim Chs 12-16			
22	10-Nov	T			SP7; 11-29; 13-32; 14-27		QUIZ 3
23	12-Nov	R	Substantive Testing: Final Tasks	Ch 17	17-25		
24	17-Nov	T	Audit Reporting	Ch 18		CASE 7	
25	19-Nov	R			18-22,23; SP8		
26	24-Nov	T				ARTICLE 3	
	26-Nov	R	Holiday--No class				
27	1-Dec		Other Audit-Related Services	Ch 2 (36-41); Ch 21	2-24; 21-16,21	CASE 8	
28	3-Dec	R	Legal Environment	Ch 20	20-14,24,25,28; SP10		QUIZ 4
29	8-Dec	T	Ethics	Ch 19	19-28,31; SP9	CASE 9	
	11-Dec	F	FINAL EXAM 8:00 - 9:45 AM				

Course homepage: <http://fisher.osu.edu/~spires.1/5500es/au15honhp.html>

Cases and article exercises will be handed out in class.

Articles are available on the course homepage.

"SP" refers to supplemental problems (available on homepage). Other general assignments are in the textbook.

Solutions to all general assignments, including SPs, are on the homepage.

ACCTMIS 5500H, AUTUMN 2015
TENTATIVE ASSIGNMENT SHEET--8th ed

No.	Date	Day	TOPIC	READING	General Assignments	Hand-in Assignments	Quizzes
1	25-Aug	T	Overview	Ch 1			
2	27-Aug	R	Demand for Auditing	Ch 2	1-13,14; 2-19; 4-21; SP1	CASE 1	
3	1-Sep	T	Audit Assertions	Ch 5 (131-150)	3-30		
4	3-Sep	R	Audit Evidence		5-20,34,35	CASE 2	
5	8-Sep	T					
6	10-Sep	R		Ch 5 (150-157)		CASE 3	
7	15-Sep	T	Planning: Introduction	Ch 3 (69-84)			
8	17-Sep	R	Planning: Materiality	Ch 3 (84-90)			QUIZ 1
9	22-Sep	T	Planning: Audit Risk Model	Ch 4	4-24	CASE 4	
10	24-Sep	R	Planning: Inherent Risk		4-18	ARTICLE 1	
11	29-Sep	T	Planning: Control Risk	Ch 6 & 7	6-13; 7-19; 10-25; SP3		
12	1-Oct	R	Planning: Analytical Procedures	Ch 5 (158-172)	5-39; SP2		
13	6-Oct	T	Planning: Audit Program				
14	8-Oct	R	Testing Controls	Ch 8		CASE 5	
15	13-Oct	T			8-14,19,25,26; SP4	CASE 6	
	15-Oct	R	Holiday--No class				
16	20-Oct	T					QUIZ 2
17	22-Oct	R	Substantive Testing: Revenue Cycle	Ch 10	10-26; SP5; SP6		
18	27-Oct	T		Ch 16 (544-559)	16-26		
19	29-Oct	R	Sampling in Substantive Testing	Ch 9		ARTICLE 2	
20	3-Nov	T			9-27,22,23		
21	5-Nov	R	Substantive Testing: Other Cycles	Ch 11; skim Chs 12-16			
22	10-Nov	T			SP7; 11-29; 13-32; 14-27		QUIZ 3
23	12-Nov	R	Substantive Testing: Final Tasks	Ch 17	17-25		
24	17-Nov	T	Audit Reporting	Ch 18		CASE 7	
25	19-Nov	R			18-22,23; SP8		
26	24-Nov	T				ARTICLE 3	
	26-Nov	R	Holiday--No class				
27	1-Dec		Other Audit-Related Services	Ch 2 (36-40); Ch 21	2-24; 21-16,21	CASE 8	
28	3-Dec	R	Legal Environment	Ch 20	20-14,24,25,28; SP10		QUIZ 4
29	8-Dec	T	Ethics	Ch 19	19-28,31; SP9	CASE 9	
	11-Dec	F	FINAL EXAM 8:00 - 9:45 AM				

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