



BU 426 - AUDITING  
Fall 1999

F099

PM

- Textbook:** Principles of Auditing, Twelfth Edition, Whittington, Pany & Meigs  
Peach Blossom Cologne Company Audit Case, Paul, Jack W., Irwin  
Publishing.
- Supplemental materials:** On reserve in the Sullivan Library.
- Classroom:** H104
- Prerequisite:** Intermediate Accounting
- Professor:** June Y. Aono, Ph.D.
- Office Hours:** MWF 2:00 - 3:00 and other times by appointment
- Office Information:** Keiffer BB, Phone 739-4608  
Email: [jaono@chaminade.edu](mailto:jaono@chaminade.edu)
- Last Day to Drop:** November 12, 1999
- Course Objectives:** The objective of this course is to expose the student to both the conceptual and practical **aspects** of auditing. The course will provide the student with opportunities to improve written and oral communication skills, critical thinking, and interpersonal skills. In addition to the topics in the textbook, **international** auditing and ethics will be discussed.
- Format:** This course will utilize lectures, class discussions, case studies, videotapes, and student presentations. Assigned chapters should be read before class, and **assignments** should be prepared to be **turned** in on due dates. Late assignments **will** not be **accepted**. The course requires **students** to do a **substantial amount** of **writing**, and writing **will** contribute significantly to the course grade. Writing will be used to promote the learning of the course material and provide **interaction** between the instructor and the student.
- Examinations:** Exams will include both multiple choice questions, **short** essays and problems. Students may **find** it helpful to review CPA exam **review** books (Delaney).

Tentative Lecture and **Assignment** Schedule  
P#n = **Peach Blossom Practice Set** #n, (problems in parentheses are-optional)

Date		Chap	Topic	Assignment	
Aug	31		Introduction		
<b>Sep</b>	2	1	Role of the Auditor	1,3,21,27,32	
	7	2	Professional Standards	1,5,14,19, (30)	
	9		Writing Workshop		
	14	3	Professional Ethics	4,25,27,29, <b>read</b> PB pgs 3-21	Do PB # 1
	16	4	Legal Liability of Auditors	1,2,3,5,9,12,20,29	
	21	5	Audit Evidence		
	23	5	Audit Evidence, con't	15,17,20,21,22,25,28	
	28	6	Planning the Audit	2,4,8,15	
	30	6	Planning the Audit con't	16,18,19,24, (B-1, B-4)	Fin. Analys
	5		EXAM I		EXAM I
	7		Video - Cableco		
	12	7	Internal Control	1,3,11,17,18,24,35	
	14	8	Internal Control over EDP	6,12,33	C2-36
	19	<b>9</b>	Audit <b>Sampling</b>	1,2,9	C3-35
	21	<b>9</b>	Audit Sampling con't	17,24,30,32,36	C4-39
	26	10	Audit Working Papers	1,3,8,10,11,31	C6-39
	28	11	Cash and Marketable Securities	8,16,27,31,34,35,37,42	C6-42
Nov	2		Holiday		
	4		Workpaper Workshop		
		12	A/R, N/R, & Sales	13,20,29,34	
			EXAM 11		EXAM II
	16		Video: Cableco		
	18	13	Inventory & COGS	3,7,8,10,25, <b>PB#2</b> (do req. only)	
	23	14	PPE	4,6,8,15, PB#3 (do req. only)	WP
	25		Holiday		
	30	15	A/P and Other Liabilites	5,15,22,36, <b>PB#4</b> (do req. only)	
	2	17	Revenues & Expenses	<b>15,16,24,31,PB#5</b> (do req. only)	
	7	18	Auditors Report	<b>3,7,20,22,28,PB#6</b> (do req. only)	
	9	19	Other Attest. & Acc. Services	3,7,9,22,26,31,39	Mgt Let
<b>Dec</b>	15		EXAM	12:45-2:45 PM	EXAM

**Attendance:** **Attendance** will **contribute** toward the final grade of the course only if the student is on the borderline between two grades. The **student** is responsible for all announcements and material covered during his/her absence.

**Requirements:**

The student will **hand** in written assignments which should always be typed and preferably **double-spaced**. These will be **graded** and **returned** to the student. A minimum of one oral **presentation** is required of each student. Assignments require the use of word-processing, spreadsheets, and possibly data bases at the Hamilton **Library**.

Grades:	POINTS	PAGES	DATE DUE
2 Midterm Exams (100 each)	200	#	
Final Exam	150	#	
*Homework-random collection	5	#	
*Peach Blossom Practice Case	25	#	
<b>*Work</b> Paper Review (group)	20	#	11/23
Case Presentation (2 students)	10		
*Case Analysis write-up (indiv)	10	2	on day of presentation
*Management letter (indiv)	10	1	12/9
<b>Quiz</b> (indiv)	10	#	
<b>+Choice</b> of Writing Project (indiv)	10	#	
Total	450		
<b>+Choice</b> of Writing Project (chose any combination)			
Oral article <b>presentation</b>	5		
*Executive <b>summary</b> of article	5	1	on day of <b>article presentation</b>
*Review of video	5	1	after viewing
<b>*Financial</b> Statement <b>Analysis</b>	10	4	9/30

\* denotes a written **assignment**  
# **pages** written will vary

Five (5) additional bonus points may be earned through **participation** in class.

The following is just a guideline for the letter grade of the course. Refinements will be made **as** necessary.

Above 90%	A
<b>80 - 89%</b>	B
<b>70 - 79%</b>	C
<b>60 - 69%</b>	D
Below 60%	F

Note: Minor changes may be made in the course content **as** the semester progresses.