JANUARY MEETING

Please join us for lunch and an informative presentation and earn 2 CPE.

** **

Topic: Best Practices and Trends in Travel and Spend Management

The travel landscape is changing, and organizations and their audit functions need to be aware of some of the challenges that lie ahead. Cross-border taxes, data privacy, changing workplace demographics, duty of care obligations, and traveler “friction” are issues facing organizations. In many cases, not knowing the unknown can affect your bottom line.

** Two $50 gift cards will be raffled. Will you be one of the lucky winners? **

Speaker: Doug Beeuwsaert, Lyndon Group

Date: Wednesday, January 29, 2020

Location: Salt Creek Grille, 2015 East Park Pl, El Segundo (310) 335-9288 (New location!)

Time: 11:30 am registration; 12:00 pm lunch and introductions; 12:30 pm – 2:15 pm speaker

Cost: IIA members: $35; Non-members $40, retirees $30

Students – Free (students must provide a valid, current student ID)

RSVP & Info: Please RSVP by Monday, January 27, using the link provided in the email. Please contact Kathryn Andrus at kandrus@mwdh2o.com or (310) 487-1039 with any questions.

Meals are ordered based on your RSVP. No RSVP = no meal. No-show RSVP’s without notice will be responsible for meal cost reserved.

SPEAKERS BIO

Doug Beeuwsaert, Managing Director

Doug is the Managing Director at Lyndon Group, a professional services firm specializing in travel and spend management. Doug is responsible for all aspects of the Spend Management practice, which helps organizations improve their overall travel, expense and vendor spend programs. Doug has specialty experience with SAP Concur Travel, Expense and Invoice including implementations, site optimization, assessments and audits to improve controls, reduce costs and streamline internal processes. Before joining Lyndon Group, Doug held CAE positions with Anchor Blue Retail, PETCO, and HomeBase.

PRESIDENT’S MESSAGE

Robert Campbell

Happy New Year!!! I hope you had an enjoyable holiday season with family and friends and are off to a good start with your New Year’s resolutions.

For those who had planned to attend our December lunch meeting, we apologize for canceling the meeting on short notice due to unforeseen circumstances at the restaurant. We hope you can join us for our January meeting. Doug Beeuwsaert with Lyndon Group will present Best Practices and Trends in Travel and Spend Management. If a review of your company’s travel and spend expenses is part of your audit plan, this will be a presentation you won’t want to miss. With the travel landscape changing, now is the time to gain an understanding of how those changes are affecting companies and how audit functions can be responsive.

Other chapter events right around the corner are our Student Night event scheduled for February and our annual Professional Seminar in April. Student Night is an excellent opportunity to get to know the next generation of internal audit professionals. The event provides a
means to market your company or business and share job opportunities with potential new hires. All while giving back to the profession by providing opportunities for students to engage with working internal auditors to gain a perspective on what to expect from a career in our dynamic industry. **This event is free for students.** If you are interested in being a sponsor for the event or in assisting with the planning, please reach out to Jason Nishiyama, the Chapter’s Academic Chair at snishi26@gmail.com.

In global IIA news, please note that there are upcoming changes to the CRMA (Certification in Risk Management) designation or the Internal Audit Practitioner designation effective this year. If you are in the process of or are interested in obtaining either of these certifications, please be sure to read the summary of key changes on page 3.

In December, the IIA launched the North American member needs survey. This survey will aid the IIA in understanding its member needs at both the national and local levels. The survey is open up to January 13 and takes about 20 minutes. Completing the survey is a great way to provide your input and feedback. The chapter exists to serve your needs, and we continuously look for ways to engage and support our members. We encourage you to take the time and respond.

Thank you in advance for your participation in our chapter and dedication to our profession. Together, we will continue to make a difference in the professional practice of internal auditing.

Looking forward to seeing you at our January lunch meeting!

-Robert

**2019-2020 OPEN CHAIR POSITIONS**

**Marketing/Social Media Chair**

The Marketing/Social Media Chair is a new chair position and is responsible for expanding and enhancing our chapter presence on a variety of social media platforms. Do you enjoy creating social media posts? If so, this can be an excellent way for you to be part of our chapter leadership team and help share your passion!

If you are interested in joining the board, please submit your name and position(s) of interest or questions to Jim Olds at jolds@portla.org or Kathryn Andrus at kandrus@mwdh2o.com.

**EMPLOYMENT OPPORTUNITIES**

Please contact jolds@portla.org or kandrus@mwdh2o.com if interested in posting a job opportunity.

Online and newsletter ads are free to all IIA Beach Cities chapter members and are $50 for non-members

**CIA PROGRAM UPDATES**

The IIA has made some changes to the CIA Program, **effective September 1, 2019:**

- The exam waiting period (formerly 90 days) will now be 60 days. This change applies to all IIA programs.
- The Certified Internal Auditor (CIA) program window (formerly four years) will now be three years.
- The Internal Audit Practitioner program will no longer require work experience.

For questions regarding these changes, please contact IIA Headquarters.

**CIA REVIEW**

The CIA exam was updated on January 1, 2019. For changes enacted within each part of the exam, refer to pages 6-9 of the newsletter. Prepare to pass the CIA Exam with the latest materials.

**GLEIM REVIEW SYSTEM**

Gleim has been preparing candidates for success with their extensive self-study course for the CIA exam for over 30 years! The Gleim Review enables you to identify areas of focus so that you can concentrate your study efforts. **GUARANTEES that you will pass each exam part the first time.** Our goal is that you achieve success while minimizing your frustration, cost, and time.
As a member of the chapter, you are eligible for 20% off all Gleim's CIA Review materials, as well as Gleim CPE.

To take advantage of the 20% discount, contact Ryan Bergh, IIA Chapter Coordinator – Gleim at:
Phone: 800-874-5346 ext. 438 (direct line)
Email: ryan_bergh@gleim.com

Internal Audit Practitioner Program

This designation was developed to focus on new or rotational internal auditors. Key changes: 1) a new, dedicated exam that will cover all Standards at the basic level through 100 multiple-choice questions; 2) new pricing. Changes effective March 1, 2020.

For more information, please refer to the IIA website.

MEMBER NEEDS SURVEY

During December, the IIA kicked off its 2020 Member needs survey. The assessment was sent to all North American members so that the IIA could better understand their needs. This assessment will not only help the IIA understand its members and their needs from a national level but also at the local level. The IIA estimates it will take around 20 minutes of your time to complete. The survey closes on January 17.

IIA’S CIA LEARNING SYSTEM

Prepare to pass the Certified Internal Auditor® (CIA®) exam and arm yourself with critical tools and knowledge to excel in your internal audit career. The IIA’s CIA Learning System provides a flexible, on-demand program of comprehensive reading materials in printed and e-book formats, with interactive online study tools, to teach and reinforce the entire 3-part CIA exam syllabus.

To learn more, view the free webinar at Increase Your Chances of Passing the CIA Exam. You can also get a head start on your studies with 10 Free Practice Questions.

The CIA Learning System is available in multiple languages. See www.learncia.com/chapters for special member discount pricing.

UPCOMING CERTIFICATION CHANGES

CRMA Certification/ Exam

The IIA has made changes to this designation in response to a market study in 2018 and a job analysis study in 2019 that confirmed that more business experience and a deeper level of risk management knowledge is needed to provide holistic and effective management assurance. Key changes: 1) The amount of both business and internal audit-specific experience required to sit for the exam has increased; 2) New exam format that includes multiple-choice questions, advanced format questions, such as scenario item sets, fill-in-the-blanks, and hot spots; 3) Level of understanding elevated from basic to proficient; 4) new pricing. Changes effective October 1, 2020.

SPOTLIGHT: IIA Book of the Month

The IIA is offering 20% off the Book of the Month for IIA members. Visit the IIA Bookstore to learn more.
CALENDAR CORNER

- Lunch Meetings
  - Wednesday, January 29
  - Wednesday, May 20
- Student Night – February – exact date TBD
- Annual Professional Seminar – Friday, April 24

OTHER UPCOMING EVENTS

GAM 2020 Registration is Open
GAM is the essential experience for internal audit leaders and provides information, tools, resources, and to grow your career and bring value to your teams and companies. The theme for GAM 2020 is – 2020 Vision – Influencing the Next Decade of Internal Audit. Last year’s event sold out, so be sure to register early. For more information, including pricing visit the IIA website at https://na.theiia.org/training/conferences/GAM/Pages/GAM-Conference.aspx

Inland Empire Chapter Professional Seminar

Notice to all Recipients:
See our website at www.theiia.org/BeachCities for additional newsletter details. Please advise Jim Olds at jolds@portla.org if your email address changes or if you no longer would like to receive these newsletters.
2019-2020 OFFICERS & CHAIRS

President:
Robert Campbell, Los Angeles County
E-mail: rcampbell76@gmail.com

Vice President:
Jim Olds, Port of Los Angeles
(310) 378-8916 HM
E-mail: jolds@portla.org

Secretary:
Kathryn Andrus, Metropolitan Water District of Southern Calif.
(213) 217-7213 WK
Email: kandrus@mwdh2o.com

CAP Chair:
Mike Palmer, Aerospace Corporation
Email: michael.palmer@aero.org

Treasurer:
Kathrine Ogawa, BDO
(562) 712-5506 WK
E-mail: Treasurer.BeachCitiesIIA@gmail.com

Membership/Seminar Chair:
Jim Olds, Port of Los Angeles
(310) 378-8916 HM
E-mail: jolds@portla.org

Programs Coordinator:
Ramon Davalos, Credit Union of Southern California
Email: rdavalos@CUSoCal.org

CIA Review/ Certifications Chair:
Jim Olds, Port of Los Angeles
(310) 378-8916 HM
E-mail: jolds@portla.org

Newsletter Editor/Reservations:
Kathryn Andrus, Metropolitan Water District of Southern Calif.
(213) 217-7213 WK
Email: kandrus@mwdh2o.com

Academic Chair/Student Night:
Jason Nishiyama
Email: snishi26@gmail.com

Webmaster:
William Yu
Email: Yuwill68@gmail.com

Marketing/Social Media Chair:
OPEN

Auditor:
Amanda Dyson
Los Angeles World Airports
The newly updated Certified Internal Auditor® (CIA®) exam, now available in English, is more current, relevant, and balanced than ever. With additional languages set to roll out beginning in June 2019, this is the perfect time to take a fresh look at the CIA.

The CIA exam tests a candidate’s knowledge and skills required for current internal auditing practices. While the exam was updated in 2013 to reorganize the topics, The IIA began a process in 2017 to review the material within all three parts of the CIA exam. The CIA underwent a global job analysis to determine the knowledge, skills, and abilities most applicable to today’s internal audit practitioners. The study results are reflected in the revised CIA exam, which takes into account the evolution of the internal audit profession worldwide.

While there are important changes to all three parts of the new CIA syllabi, the most exciting changes are in Part 3. Part 3 has always been the most challenging and intimidating exam because the scope was massive. The new syllabus for Part 3 is streamlined to focus on four core areas most critical for internal auditors: Business Acumen, Information Security, Information Technology, and Financial Management. To keep up with technological disruptions, internal auditors must possess advanced technology skills such as data privacy and cybersecurity, which is why 45% of Part Three focuses on these areas. Internal audit’s roles in strategic risks and data analytics have also been added.

Part 1 and Part 2 have been revised to align more closely with The IIA’s Standards. The new Part 1 exam assesses Attribute Standards, such as the foundations of internal auditing, fraud, and governance, risk management, and controls. The nature of internal auditors’ work is evaluating and contributing to the improvement of an organization’s governance, risk management, and control processes; therefore, 35% of Part 1 focuses on these areas. The new Part 2 focuses on Performance Standards, such as managing the internal audit activity and performing internal audit engagements. Planning and performing engagements, and communicating results is what internal auditors do every day, which is why 80% of Part 2 focuses on internal audit engagements.

Here’s a look at what specifically has been updated in each part
Part 1 of the CIA exam is well aligned with the IIA’s International Professional Practices Framework (IPPF) and includes six domains covering the foundation of internal auditing; independence and objectivity; proficiency and due professional care; quality assurance and improvement programs; governance, risk management, and control; and fraud risk. Part one tests candidate’s knowledge, skills, and abilities to related to the International Standards for the Professional Practice of Internal Auditing, particularly the Attribute Standards (series 1000, 1100, 1200, and 1300) as well as Performance Standard 2100.

CIA Part 1 domains are allocated as follows:

- Foundations of Internal Auditing (15%)
- Independence and Objectivity (15%)
- Proficiency and Due Professional Care (18%)
- Quality Assurance and Improvement Program (7%)
- Governance, Risk Management, and Control (35%)
- Fraud Risks (10%)

Additional noteworthy elements related to the revised Part 1 exam syllabus:

- IPPF elements such as the Mission of Internal Audit and Core Principles for the Professional Practice of Internal auditing are included.
- The syllabus features greater alignment with the IIA’s Attribute Standards.
- The exam covers the differences between assurance and consulting engagements.
- The exam covers appropriate disclosure of conformance vs. nonconformance with the Standards.
- The largest domain is “Governance, Risk Management, and Control,” which makes up 35% of the exam.
- A portion of the exam requires candidates to demonstrate a basic comprehension of concepts; another portion requires candidates to demonstrate proficiency in their knowledge, skills, and abilities.
Part 2 – Practice of Internal Auditing

The CIA exam Part 2 includes four domains focused on managing the internal audit activity, planning the engagement, performing the engagement, and communicating engagement results and monitoring progress. Part 2 tests candidates’ knowledge, skills, and abilities particularly related to Performance Standards (series 2000, 2200, 2300, 2400, 2500, and 2600) and current internal audit practices. CIA Part 2 domains are allocated as follows:

- Managing the Internal Audit Activity (20%)
- Planning the Engagement (20%)
- Performing the Engagement (40%)
- Communicating Engagement Results and Monitoring Progress (20%)

Additional noteworthy elements related to the revised Part 2 exam syllabus:

- The syllabus features greater alignment with The IIA’s Performance Standards.
- The exam covers the chief audit executive’s responsibility for assessing residual risk and communicating risk acceptance.
- The largest domain is “Performing the Engagement,” which makes up 40% of the exam.
- A portion of the exam requires candidates to demonstrate a basic comprehension of concepts; another part requires candidates to demonstrate proficiency in their knowledge, skills, and abilities.
Part 3 – Business Knowledge for Internal Auditing

The CIA Exam Part 3 includes four domains focused on business acumen, information security, information technology, and financial management. Part 3 is designed to test candidates’ knowledge, skills, and abilities particularly as they related to those core business concepts.

CIA Part 3 domains are allocated as follows:

I. Business Acumen (35%)
II. Information Security (25%)
III. Information Technology (20%)
IV. Financial Management (20%)

Additional noteworthy elements related to the revised Part 3 exam syllabus:

- The number of topics covered on the Part 3 exam has been greatly refocused to the core areas that are most critical for internal auditors.
- The exam syllabus features a new subdomain on data analytics
- The information security portion of the exam has been expanded to include additional topics such as cybersecurity risks and emerging technology practices.
- The largest domain is “Business Acumen,” which makes up 35% of the exam.
- A portion of exam requires candidates to demonstrate a basic comprehension of concepts; another portion requires candidates to demonstrate proficiency in their knowledge, skills, and abilities.

Wherever your journey takes you, as the only globally recognized internal audit certification, the CIA accelerates your success as a credible and proficient internal auditor. Join the over 157,000 CIAs in 170+ countries awarded the designation that adds immeasurable distinction with only three letters.