Message from the President

Dear Members,

I hope you all enjoyed the March seminars. The turnout was much better than I anticipated. Thanks to all that attended. That really helped our CAP points for the year. You can see the CAP point summary in the newsletter.

The last event of the year (our fiscal year ends May 31st) will be our membership appreciation luncheon. We hold that in May. We’ll announce the exact date and time later in an email to the members. It is NOT scheduled for May 23rd due to a scheduling conflict with our speaker. We plan on providing a speaker for the event so you can earn an hour of CPE in addition to having the chance to win prizes and eat a good meal. The membership reward program is spelled out on our website if you want to know how it works.

Laura Fisher, an assistant professor at Lincoln University, contacted the chapter and asked for volunteers to present to her auditing class this spring. You will recall mention of this topic in the October 2011 newsletter. Maria Tse, a relatively new chapter member, agreed to lead the project. Lisa Kremer and I also agreed to speak to the class. You can read about that project in the newsletter. Thanks to both Maria and Lisa for volunteering their time for the chapter.

April is also the month the IIA hosts chapter leaders from all over to attend a leadership conference. We have two members attending this year. It is generally held in Orlando Florida each year so if you want to attend next year, please let us know.

I hope you all enjoy the benefits of being IIA members. I encourage members to call me anytime at 573-632-6112 or email me at gregb@mosers.org if you have any concerns or issues with the chapter.

Sincerely,
Greg Beck
President – Central Missouri IIA Chapter
Save the Date

Start watching your emails for more information on the following opportunities:

**May**
The Membership Appreciation Plan (MAP) luncheon will be held mid-May. Details will be sent to qualifying members.

**June**
The joint IIA/AGA presentation will be in June. This event usually fills up fast, so be ready!

**September**
An 8-hour seminar is scheduled for September 5, with Danny Goldberg as our speaker. He will explain IT auditing for the non-IT auditor. More details will be available in July.

Lincoln University Presentation

On Wednesday, April 4th three volunteers from the chapter gave a presentation to Ms. Laura Fisher’s auditing class at Lincoln University. The chapter members volunteering their time included Maria Tse (Internal Auditor at the Missouri National Guard), Lisa Kremer (Manager of Engineering and Management Services Unit at the Public Service Commission) and Greg Beck (Chief Auditor at MOSERS).

The students wanted to hear from internal auditors on what life is like as an internal auditor in the real world. We covered topics ranging from the differences between external and internal auditors, what you can do with an accounting degree, types of audit assignments, skills required, and a typical work day as an internal auditor.

We also informed the students the value of joining and participating in professional organizations, such as the local IIA chapter. The students were also given advice on interviewing and the importance of networking.

Some of the students in the class that evening had attended the March IIA seminar earlier in the day. We let the students know they are more than welcome to attend our chapter seminars for free. At a minimum, they can get a good lunch and network with people who one day may be sitting on the other side of the table from them in a job interview.

The students were very engaged during the entire presentation and had many questions for us to answer. It was good to see such enthusiasm from the students.

Ms. Fisher was very grateful that we took the time to present to her class. It was the consensus of the three presenters that we enjoyed meeting with the students as much as Ms. Fisher enjoyed us visiting to her class. I encourage anyone that is given an opportunity to speak to a class to do so. It may seem like a burden at first glance but it is a rewarding experience and one you won’t soon forget.

Submitted by Greg Beck, MOSERS
CAP Summary

The following is the status of the Chapter Achievement Program (CAP) points for our chapter.

<table>
<thead>
<tr>
<th>Category</th>
<th>Minimum for Bronze</th>
<th>Chapter Points (to Date)</th>
<th>% of Minimum</th>
<th>Balance to Minimum</th>
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<tr>
<td>I. Service to Members</td>
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<td>II. Service to Profession</td>
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<td></td>
<td></td>
</tr>
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</table>

Current CAP Status: Silver

Congratulations!

Congratulations to Paula Mapeka for passing the CIA exam. Paula was presented her CIA certificate at the March 13 seminar. In addition the chapter provided her with a gift certificate to attend a free chapter seminar.

Bobby Showers passed the CGAP recently. Way to go Bobby!

The chapter also presented chapter gift certificates as door prizes during the March seminars. The following individuals were selected:

- Keith Foster
- Terrie Laswell
- Helen Webster-Cox
- Jermaine Green

Thank You

Thank you to the many people who helped make the March seminars a success!

Debbie Bernsen, Kim Bolin, Keith Foster, Beth Hall, Garry Kornrumpf, Lisa Kremer, Sharon Leeper, Paula Mapeka, John Riley, Gala Wiler, Mickey Wilson, and Julie Zerr
March Seminars

On March 13, 2012, two presentations were given: “Quality Assurance & Improvement Program: Audit Process versus Program: The difference... and why it matters!” and “Addressing the Risk of Fraud Within Your Organization.” The presentations were made by Brian E. Kruk and Ryan J. Hauber, both of Honkamp Krueger & Co. P.C.

Mr. Hauber began the afternoon by indicating all organizations are subject to fraud risk, which can result in investment losses and legal costs as well as imprisonment for corporate decision makers. Recent 2005 sentencing guidelines, The Foreign Corrupt Practices Act of 2001 and Sarbanes Oxley of 2002 have increased the responsibility of organizations to deter, prevent and detect fraud. On average, fraud will occur a year and half before it is detected. The lack of segregation of duties and oversight at smaller organizations make them more susceptible to fraud. His presentation addressed the five principles for proactively managing fraud risk in the white paper entitled: “Managing Risk of Business Fraud.” The five principles include: 1) a fraud risk management program should be in place, 2) fraud risk should be assessed, 3) prevention techniques should be established, 4) detection techniques should be established and 5) a reporting process should be in place. He provided a number of web-site tools organizations could use to help them in managing fraud including: “Kaggle, Hoovers, ACFE, and SearchSystems.”

The second half of the afternoon session was conducted by Brian Kruk and his presentation focused upon Quality Assurance and Improvement Programs as required by the IIA’s Red Book in the 1300 to 1322 series standards. He indicated substantial changes had occurred in the standards a few years ago and the Quality Assurance initiative was initially established because the audit function needs to be concerned about the customers, stakeholders and Internal Audit Committees who rely upon audits. Mr. Kruk’s presentation addressed the definition and measurement of internal audit effectiveness and efficiency as well as external assessments. His presentation served as an introduction to his presentation the following day on Quality Assessment Validation Training.

Submitted by Lisa Kremer, Public Service Commission

Brian Kruk, CIA, CSA, CGAP, CISA, MBA, Senior Director of Quality and Risk Services, a subject matter expert in internal audit evaluations, presented Quality Assessment Validation training on March 14, 2012 to twenty attendees at the Scheppers Building in Jefferson City. Brian also once served as a coordinator of evaluations within the Institute of Internal Auditors’ national headquarters.

Brian presented the historical progress of evaluations. He distinguished between internal and external assessments. Under IIA standards, an external assessment must be performed at least once every five years by a qualified, independent reviewer or review team from outside the organization. A reviewer once had to be certified but those standards were relaxed to allow persons qualified to serve in that role.

Internal assessments include reviews performed through self-assessment or by other persons within the organization with sufficient knowledge of internal audit practices.

His firm, Honkamp, Krueger & Co. P.C. specializes in Quality Assessments and he may be contacted by email bkruk@honkamp.com and his firm’s website is www.honkamp.com if you need additional information.

Submitted by Garry Komrumpf, MCHCP