In The News

IIA Seeks Input on Proposed Changes to Global Internal Audit Framework
http://www.accountingweb.com/

The Institute of Internal Auditors (IIA) is calling on its more than 180,000 members worldwide to provide feedback on recommended enhancements to the global standard setter’s International Professional Practices Framework (IPPF). The deadline for responses is November 3.

Newly Released IPPF Guidance

Practice Guides
NEW! Business Continuity Management, August 2014
NEW! Auditing Anti-bribery and Anti-corruption Programs, June 2014

Practice Advisories
NEW! 2320-4 Continuous Assurance, June 2013
NEW! 2120-3 Internal Audit Coverage of Risks to Achieving Strategic Objectives, June 2013
NEW! 2320-3 Audit Sampling, May 2013
We're currently looking for speakers for our upcoming trainings. If you, or someone you know, would be a speaker of interest, please let us know. Also, please let us know of any topics you're interested in hearing about.

Upcoming Training Opportunities

Chapter Luncheons

October 28, 2014
11:30 AM – 1:00 PM

IT Risk – Keeping Your Business Off the Front Page of the Newspaper

Paul Rainbow, CPA, CIA, CISA, CISSP, CTGA
AVP, Information Security Supervisor
Umpqua Bank

Presentation Summary:
With the significant number of high profile security breaches that have occurred recently, cyber security is once again on the radar for most organizations. We will discuss recent events and the risks and threats that organizations are currently facing. We will also walk through controls that should be evaluated and validated to help mitigate cyber security threats and keep your organization off the front page of the newspaper.

Speaker's Bio:
Mr. Rainbow has been acquiring experience and knowledge related to information technology and security from a variety of perspectives over the last 15 years. For the last 10 years he has functioned as an IT auditor and security consultant for small, medium, and large organizations in a wide variety of industries. He has been exposed to hundreds of organizations and how they approach information technology and security, and has audited and advised those organizations in order to make them safer and more efficient. He assists in the process of strengthening and maturing key IT and security processes and validating that IT processes are functioning as intended. He also regularly conducts penetration testing and vulnerability analysis. He has experience with a variety of audit and technology frameworks and has participated in and led projects related to Sarbanes Oxley, COSO, SSAE16, FISMA, FFIEC, NIST, COBIT, ISO27001, TR-39, TG-3, PCI DSS, and HIPAA.

IIA Members-Only Webinars

Visit the IIA Members-Only Webinars web site for more information and to register for these FREE training events:

- Integrated Reporting: Understanding Today's Environment (10/21/2014)
- Transforming Your Audit Department With Technology (11/18/2014)
- Creativity and Innovation in Internal Audit (12/16/2104)
- The Intersection of the Audit and Risk Committees (11/06/2014)
- Hot Topics in Compliance (12/04/2014)

1 Requires current IIA membership
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<th>Schedule of Events</th>
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## Spokane Chapter - Institute of Internal Auditors

### 2014 – 2015 Chapter Year

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<tr>
<th>SEPTEMBER</th>
<th>OCTOBER</th>
<th>NOVEMBER</th>
<th>DECEMBER</th>
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<tbody>
<tr>
<td>Tuesday, 23rd</td>
<td>Tuesday, 28th</td>
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<tr>
<td>Excel: Intro to Macros</td>
<td>IT Risk – Keeping Your Business Off the Front Page of the Newspaper</td>
<td>TBD Luncheon</td>
<td>Joint Holiday Luncheon with the ACFE</td>
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<td>1 CPE</td>
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<th>MAY</th>
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JULY

No scheduled events

AUGUST

No scheduled events
## Upcoming IIA Events

<table>
<thead>
<tr>
<th>Conference</th>
<th>Date</th>
<th>Location</th>
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<tr>
<td>All Star Conference</td>
<td>October 28–30, 2014</td>
<td>Las Vegas, NV, USA</td>
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<tr>
<td>2015 General Audit Management Conference</td>
<td>March 9–11, 2015</td>
<td>ARIA / Las Vegas, NV</td>
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<td>2015 Gaming Conference</td>
<td>April 8–10, 2015</td>
<td>The Mirage / Las Vegas, NV</td>
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<tr>
<td>2015 International Conference</td>
<td>July 5–8, 2015</td>
<td>Vancouver Convention Centre / Vancouver, BC, Canada</td>
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<tr>
<td>2015 Governance, Risk, and Control Conference</td>
<td>August 17–19, 2015</td>
<td>Arizona Biltmore / Phoenix, AZ</td>
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<tr>
<td>2015 Southern Regional Conference</td>
<td>November 8–11, 2015</td>
<td>New Orleans, LA</td>
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Member Spotlight

The IIA Spokane Chapter will be spotlighting various chapter members each month to find out why the member chose their profession, what they do for fun (besides audit), and what has made them successful.

Member: David Gifford
Position: Staff Auditor
Company: AmericanWest Bank
Certifications: CIA
Education: BA in Economics and BA in Business Administration with a major in Professional Accounting. Both degrees were obtained at Eastern Washington University.

Q: How did you become an internal auditor?
I worked as an Audit Analyst with AmericanWest Bank in 2008 and was promoted in 2010 to a Staff Auditor.

Q: What do you enjoy the most in your current position?
Working with employees in all areas of the bank.

Q: What are some of the challenges you face in your current position?
Breaking the news of a less than satisfactory audit rating.

Q: If you were not an auditor, what would you be doing?
I always dreamed of being an airline pilot.

Q: Any special skills or experiences you are proud of as an internal auditor?
I am proud of audits I have worked on as an AIC including the BSA Audit.

Q: What are your passions or hobbies outside of internal audit?
I enjoy biking and spending time with my three year old son.

Q: Any word of advice to fellow internal auditors?
Always raise your hand.
Earning your certification is like having a key to the vast world of opportunities the profession of internal auditing offers placed in the palm of your hand. It can open doors you did not even know existed, as the three or four letters that now follow your name will make one powerful statement about the expertise you bring to the table.

**Certifications Offered by the IIA**

**Certified Internal Auditor (CIA)**
The CIA is the only globally accepted designation for internal auditors and the standard by which individuals demonstrate their professionalism in internal auditing. Moreover, earning the CIA designation is more than just proof of what you know and what you’ve achieved — it’s the best way for auditing professionals to communicate to the world that they are prepared to meet today’s challenges. Earning the CIA designation is a valuable accomplishment and a professional advantage for auditors at all stages of their careers, including chief audit executives, audit managers, audit staff, and risk management staff, as well as students enrolled in an accounting or other business or financial degree program.

**Certified Financial Services Auditor® (CFSA®)**
The CFSA is a valued specialty certification for audit professionals working in banking institutions, thrift/savings and loan organizations, credit unions, insurance companies, security and commodity services, holding and investment companies, credit agencies, financial services regulatory agencies, and other financial services organizations. If your goal is to continue to grow as a financial services audit professional and demonstrate the breadth of your financial services knowledge, the CFSA designation is for you.

**Certification in Control Self-Assessment® (CCSA®)**
The CCSA is a recognized professional designation for CSA practitioners at any CSA experience level who are responsible for driving organizational change. Understanding key concepts like risk and control models enables CSA practitioners from all backgrounds to master the techniques that are vital to helping companies achieve their objectives. Just as important, earning the CCSA is a great way to help you achieve your objectives as you seek to move forward in your career.

**Certified Government Auditing Professional® (CGAP®)**
The CGAP certification program is designed especially for auditors working in the public sector at all levels — federal/national, state/provincial, local, quasi-governmental, or crown authority — and is an excellent professional credential that prepares you for the many challenges you face in this demanding arena.

**Certification in Risk Management Assurance® (CRMA®)**
The CRMA is a mark of professional distinction for internal audit practitioners. Earning the CRMA will assist you in demonstrating your ability to provide assurance on core business processes in risk management and governance, educate management and the audit committee on risk and risk management concepts, focus on strategic organizational risks, and add value for your organization.

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**PREPARE TO PASS THE 3-PART CIA EXAM**
WITH THE IIA’S CIA LEARNING SYSTEM®

FREE DEMO
The IIA’s CIA Learning System®

Prepare to pass the CIA exam with the experts! The IIA’s CIA Learning System was created by a team of CIA-certified industry experts to be the most relevant, comprehensive, and effective CIA review program available.

This interactive self-study program combines reading materials with online study tools to teach and reinforce the entire global CIA exam syllabus in a flexible, on-demand format. Looking for more structure, guidance and motivation? Facilitator-led courses are also available around the globe in traditional classroom, online and virtual formats.

Prepare to pass the CIA exam and arm yourself with critical tools and knowledge to excel in your internal audit career. Get started today!

Six Steps to Certification

1. Decide Which Certification is Right for You
The IIA’s Certified Internal Auditor® (CIA®) certification is the only globally accepted designation for internal auditors. The IIA also offers four specialty certifications.

2. Determine Your Eligibility and Skill Level
Each of The IIA certification programs has unique and specific education eligibility requirements that a candidate must meet to take the exam. In addition, you may want to assess your skill level by taking a practice test using the sample questions on the website. Although your score on a practice test will not necessarily indicate what your score would be on a certification exam, a practice test may assess your readiness and let you know in what areas you need improvement.

3. Register for the Exam
The IIA’s certification exams are now offered year-round through computer-based testing at more than 500 locations worldwide.

4. Prepare for the Exam
You determine the method(s) in which you need to prepare for the exam. A variety of independent third-party providers offer exam review courses. In addition, consider joining one of the exam-related social media groups to connect with others preparing for the exam. Each exam has its own LinkedIn group and there is a Facebook page dedicated to preparing for the CIA exam.

5. Take the Exam
With the transition to computer-based testing, The IIA’s certification exams are administered through the worldwide network of Pearson VUE Testing Centers. The Pearson VUE network enables candidates to take exams at over 500 sites. The Certification Candidate Handbook provides more information on the testing experience.

6. Receive Your Certificate
Once you pass the exam and meet all other program requirements, you will be eligible to receive your certificate. To order your certificate, you must log into your candidate record in CCMS and complete the certificate order form. The certificate will be shipped directly to you using a standard postal service method at no charge. Expedited shipping is also available at an additional cost.
Back to Basics

Sometimes it’s good to get back to the basics of something we do every day. In this section of the newsletter we will review some of the basic skills and practices that internal auditors use on a daily basis.

This month’s article is a preview from an article written by Tommie Singleton, CISA, CGEIT, CPA, who is the director of Consulting for Carr Riggs & Ingram, a large regional public accounting firm. While the article specifically discusses IT audit, it also discusses the review process for a non-IT audit as well.

To access the complete article, click HERE.

Auditing the IT Auditors

Every time an IT auditor engages in an IT audit/assurance project, at least one person reviews the work. The audit profession in general has developed structures and processes to make sure audits and similar projects are subject to an appropriate degree for review before being released to the sponsor. That process often involves multiple layers of review. The more risk associated with the project, the stricter the review process becomes and the more layers the structure contains.

The review process is designed to make sure the final product is appropriate given the original request, the results of tests and procedures, and technical literature and guidance on the subject matter. Tenure is important for a quality review to occur, and naturally requires a level of skill and knowledge to perform. The bottom line is that someone who is a subject matter expert (SME) in terms of the type of IT audit being performed will be the reviewer. Thus, for a Payment Card Industry (PCI) audit, the reviewer is likely to be certified Payment Card Industry Data Security Standard (PCI DSS), have years of experience, and be knowledgeable of technical literature and guidance on PCI audits. For a financial audit, the reviewer is likely to be a partner who is knowledgeable about IT, knows the client, knows the technical literature and guidance, and has years of experience. Everyone involved in the project wants a quality review done internally prior to being released.

Work Papers/Documentation

All auditors understand that the audit tests and procedures, and other aspects of the audit program, must be documented. The body of work papers, in particular, becomes the body of evidence to support the audit report and findings.

In addition, work papers become a key factor in the review process. The reviewer usually has not been privy to the daily information being gathered and handled during the audit process. Therefore, the reviewer is dependent on a body of information to pick up and fully understand, for example, what was done, the results, whether a sufficient body of tests and procedures was done, and whether the proper conclusions were drawn from the body of evidence. In fact, it is not uncommon in the first review for the reviewer, who is generally one level above the team leader internally, to have a question or need something else done to the evidence or need something else done for the audit program. In such a case, this is done with some form of written instructions (i.e., notes). When this happens, the process is pushed back to the team leader to clear up whatever the reviewer requested — usually referred to as “clearing notes” in a financial audit. It then goes back to the same reviewer. The efficiency and effectiveness of this process, including the loop, are highly dependent
on the work papers’ quality, completeness and clarity (for reader’s understanding).

**Report**
Lastly, there is a report. The report is definitely subject to review. The report must be in conformity with the entity’s methodology and any technical requirements. It is probably the most important document to get reviewed.

**Conclusion**
If the review process is done properly, the resulting product has sufficient quality to withstand scrutiny and analysis by the sponsor and other users, which means it is a quality audit. Therefore, it is valuable for the IT auditor to understand what constitutes a proper review, how that review process is carried out and how to make sure that the process is as trouble-free as possible.

### 2014 – 2015 IIA Spokane Chapter Officers

*Spokane IIA Chapter Officers elected for the 2014-2015 Chapter Year:*

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<thead>
<tr>
<th>Title</th>
<th>Officer</th>
<th>Organization</th>
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<tr>
<td>Chapter President</td>
<td>David Gifford</td>
<td>AmericanWest Bank</td>
</tr>
<tr>
<td>VP Membership &amp; Programs</td>
<td>Melanie Shanks</td>
<td>Spokane Teacher’s Credit Union</td>
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<tr>
<td>VP Communications</td>
<td>Stephen Hunt</td>
<td>AmericanWest Bank</td>
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<tr>
<td>Treasurer</td>
<td>Terra Kile</td>
<td>DeCoria Maichel and Teague P.S.</td>
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<tr>
<td>Secretary</td>
<td>Vanessa Scarpelli</td>
<td>Umpqua Bank</td>
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### 2014 – 2015 IIA Spokane Chapter Board of Governors

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<tr>
<th>Governor</th>
<th>Organization</th>
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<tbody>
<tr>
<td>Penny Brown</td>
<td>AmericanWest Bank</td>
</tr>
<tr>
<td>Debra Peterson</td>
<td>Washington Trust Bank</td>
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<tr>
<td>Cathy Cook</td>
<td>Washington Trust Bank</td>
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<tr>
<td>Colleen Warner</td>
<td>Global Credit Union</td>
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*Click here to opt-out of future communications from the IIA Spokane Chapter.*