By: Joe Maleszewski, TCIIA Chapter President

As we welcome a new year, it is time to look forward and make plans for our future and the future of our profession. There will be challenges ahead and preparation is key. If you have been considering certification, the TCIIA will be offering a series of training to prepare you for the Certified Internal Auditor designation. The first offering is at the end of January. We are offering the CIA Part 1 Review Course. This 2-day session will offer valuable knowledge to assist you in passing the CIA Part 1 exam. Becoming certified can demonstrate professional skill, experience and a commitment to the Internal Audit profession. Those who pass the Part 1 exam are now eligible to receive the designation “Internal Audit Practitioner” from the IIA.

We plan to offer CIA Part 2 and Part 3 in May and November 2017 respectively. This is your year to become certified!

The IIA’s International Standards for the Professional Practice of Internal Auditing (approved in October 2016) and are now in effect! Make sure to review the standards and ensure your shops procedures and processes are up-to-date with the standards.

New Year is a time to celebrate past accomplishments and look forward to future success. Have a wonderful, prosperous New Year!

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New Professional Guidance

By: Joe Maleszewski, TCIIA Chapter President

The IPPF Modifications proposed for The IIA’s International Standards for the Professional Practice of Internal Auditing were approved in October 2016 and are now in effect. The revisions include the addition of two new standards, alignment of the Standards to the Core Principles, and updates to existing standards.

All new implementation guides are available to help you with the key changes to the Standards. An updated edition of the International Professional Practices Framework (IPPF) guide, more commonly known as the Red Book, will be released early in 2017.

To access the updated guidance, go to: https://na.theiia.org/standards-guidance/recommended-guidance/Pages/Newly-released-IPPF-Guidance.aspx

TCIIA Leadership: Call for Nominations

By: Joe Maleszewski, TCIIA Chapter President

The Tallahassee Chapter of the Institute of Internal Auditors is pleased to announce the call for nominations for the Board of Governors FY 17/18.

The Call for Nominations is now open and we are seeking candidates for the open positions of:

- President
- Vice President
- VP – Training
- VP – Programs
- Treasurer
- Secretary

We have five Board of Governor members whose current terms expire May 31, 2017. We seek nominations for these five positions. Current members may seek an additional term if they wish.

Service on the Board of Governors in an officer position is a rare chance to help drive the decisions of our highly respected chapter and shape the future for our members. Board service is a chance to grow personally and professionally, to develop skills, gain unique experience and make lasting connections with a team of other passionate and motivated professionals.

Deadline for Nominations: February 28, 2017

We have one committee chair position that we expect may need filling as well:

- Audit Committee Chair

Please submit nominations to Joe Maleszewski at joseph.maleszewski@flbog.edu or by phone at 850.245.9247.
Corporate Governance Spotlight—
The King Reports

By: Joe Maleszewski, TCIIA Chapter President

In July 1993 the Institute of Directors in South Africa asked retired Supreme Court of South Africa judge Mervyn E. King (pictured) to chair a committee on corporate governance. He viewed this as an opportunity to educate the newly democratic South African public on the working of a free economy.

The King Reports on Corporate Governance are groundbreaking guidelines for the governance structures and operation of companies in South Africa. These guidelines are issued by the King Committee on Corporate Governance. Four reports have been issued: King I (1994), King II (2002), King III (2009) and King IV (2016).

The King Report on Corporate Governance has been cited as the most effective summary of the best international practices in corporate governance.

King I

In 1994 the first King report on corporate governance was published, the first corporate governance code for South Africa. It established recommended standards of conduct for boards and directors of listed companies, banks, and certain state-owned enterprises. It included not only financial and regulatory aspects, but also advocated an integrated approach that involved all stakeholders.

It was applicable to all companies listed on the main board of the Johannesburg Stock Exchange, large public entities as defined by the Public Entities Act of South Africa; banks, financial and insurance companies as defined by the Financial Services Acts of South Africa; and large unlisted companies. The key principles from the first King report covered:

• Board of directors makeup and mandate, including the role of non-executive directors and guidance on the categories of people who should make up the non-executive directors
• Appointments to the board and guidance on the maximum term for executive directors
• Determination and disclosure of executive and non-executive director’s remuneration
• Board meeting frequency
• Balanced annual reporting
• The requirement for effective auditing
• Affirmative action programs
• The company’s code of ethics

King II

In 2002, when the Earth Summit was held in Johannesburg, King pushed for a revision of the report, including new sections on sustainability, the role of the corporate board, and risk management. The key principles from the second King report covered the following areas:

• Directors and their responsibility
• Risk management
• Internal audit
• Integrated sustainability reporting
• Accounting and auditing

King III

In the next version, the 2009 King III report, governance, strategy and sustainability were integrated. The report recommends that organizations produce an integrated report in place of an annual financial report and a separate sustainability report and that companies create sustainability reports according to the Global Reporting Initiative’s Sustainability Reporting Guidelines.
Corporate Governance Spotlight—The King Reports (Continued)

The report incorporated a number of global emerging governance trends:

- Alternative dispute resolution
- Risk-based internal audit
- Shareholder approval of non-executive directors’ remuneration
- Evaluation of board and directors’ performance

It also incorporated a number of new principles to address elements not previously included in the King reports:

- IT governance
- Business Rescue
- Fundamental and affected transactions in terms of director’s responsibilities during mergers, acquisitions and amalgamations.

King IV

The King Committee published the King IV Report on Corporate Governance for South Africa on November 1, 2016. King IV replaces King III in its entirety.

An excellent publication that helps put this into perspective for internal audit practitioners is Combined Assurance: One Language, One Voice, One View authored by Sam C. J. Huibers and published by the IIA Foundation. This publication can be accessed at the following link: [https://www.iia.nl/SiteFiles/Downloads/2015-1481_Combined%20Assurance_CBOK_IIARF_S.Huibers.pdf](https://www.iia.nl/SiteFiles/Downloads/2015-1481_Combined%20Assurance_CBOK_IIARF_S.Huibers.pdf)

Upcoming Training and Events

By: Destin DuBose

Join your peers for upcoming events:

- **Certified Internal Auditor (CIA) Part 1 Review Course (16 CPEs), January 26-27, 2017**—Raven Catlin (CPA, CIA, CFSA, CRMA), CEO of Raven Global Training, LLC. Her presentation will include Internal Audit Fundamentals and will take place in FDLE Classrooms B & C.

- **TCIIA Quarterly Training Luncheon (2 CPEs), March 23, 2017**—Speaker/Topic TBD, Capital City Country Club.

- **Annual Fraud Training (8 CPEs), April 6, 2017**—Julie Kowalski, CEO of Spizzerinctum Group LLC. She will be presenting “Emotional Intelligence for Interviews and Investigations” in FDLE Classrooms B & C.

- **Certified Internal Auditor (CIA) Part 2 Review Course (16 CPEs), May 15-16, 2017**—Raven Catlin (CPA, CIA, CFSA, CRMA), CEO of Raven Global Training, LLC. Her course will take place in FDLE Classrooms B & C.

- **TCIIA Quarterly Training Luncheon (2 CPEs), June 22, 2017**—Doug Anderson (CIA, CRMA), IIA’s Managing Director of CAE Solutions. He will be presenting “Risk Management: Updates on COSO ERM & ISO 31000” at the Capital City Country Club.

- **TCIIA Quarterly Training Luncheon (2 CPEs), September 21, 2017**—Speaker/Topic TBD, Capital City Country Club.

- **Joint ACFE/TCIIA Fraud Training (16 CPEs) — October 2017**

- **Certified Internal Auditor (CIA) Part 3 Review Course (24 CPEs), November 7-9, 2017**—Raven Catlin (CPA, CIA, CFSA, CRMA), CEO of Raven Global Training, LLC. Her course will take place in FDLE Classrooms B & C.

- **TCIIA Quarterly Training Luncheon (2 CPEs), December 14, 2017**—Speaker/Topic TBD, Capital City Country Club.

Don’t forget to take advantage of the FREE webinars offered by the IIA! For more information, visit [https://na.theiia.org](https://na.theiia.org).
Articles From Our Members

Is there a topic or issue that you would like to share with your fellow members? Has an internal audit-related article caught your eye? If your answer is “yes” to either of these, you may be the perfect contributing writer for TCIIA NewsLine! If you would like to contribute an article, please send the article to newsletter103@iiachapter.org.

If you have any questions, feel free to contact us!

Article Submission Deadlines

During the first month of each quarter, a new issue of TCIIA NewsLine will be published. If you’re interested in submitting an article, the upcoming submission deadlines are:

- March 31, 2017
- June 30, 2017
- September 30, 2017

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Important Links

IIA—Tallahassee Chapter

IIA

AGA—Tallahassee Chapter

AIG—Florida Chapter

Florida Audit Forum

ISACA - Tallahassee Chapter

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