

Auditing

Course Outcome Summary

Course Information

Organization	Madison Area Technical College
Developers	Thomas J. Ryan
Development Date	8/14/2000
Revised Date	11/1/2004
Course Number	10-101-124
Instructional Level	Associate Degree
Potential Hours of Instruction	54
Total Credits	3

Description

A study of the auditing code of professional ethics, conventional auditing procedures, and critical issues in the field of auditing. Emphasizes the study of internal control and the preparation of working papers. A short audit case is completed to illustrate various auditing concepts and procedures.

Types of Instruction

Instruction Type	Contact Hours	Credits
Classroom Presentation	54	3

Textbooks

Morris. *The Valley Publishing Company - Short Audit Case*. Armond Dalton. 2002. **Edition:** 9th. **ISBN:** 0-912503-17-3.

Learner Supplies

Financial Calculator. **Manufacturer:** ---.

Prerequisites

Grade of "C" or better in Accounting 3 - Intermediate (10-101-121) or concurrent enrollment

Exit Learning Outcomes

Core Abilities

- Demonstrate critical thinking
- Develop a sense of personal, social, professional, and work ethics

Competencies

- Evaluate Internal Control**
Linked Core Abilities
Demonstrate critical thinking

Competence will be demonstrated:

- A.1. by passing a closed book exam
- A.2. by completing an Audit Practice Case

Criteria - Performance will be satisfactory when:

- A.1. learner evaluates environmental controls
- A.2. learner evaluates accounting system controls
- A.3. learner evaluates control procedures
- A.4. learner tests for compliance of controls
- A.5. learner identifies strengths and weaknesses in controls
- A.6. learner communicates findings to client

B. Apply Statistical Sampling Techniques

Linked Core Abilities

Demonstrate critical thinking

Competence will be demonstrated:

- B.1. by completing an Audit Practice Case
- B.2. by passing a closed book exam

Criteria - Performance will be satisfactory when:

- B.1. learner applies attribute sampling techniques for test on controls
- B.2. learner applies statistical sampling techniques for substantive tests

C. Create Audit Workpapers

Linked Core Abilities

Demonstrate critical thinking

Develop a sense of personal, social, professional, and work ethics

Competence will be demonstrated:

- C.1. by completing an Audit Practice Case
- C.2. by passing a closed book exam

Criteria - Performance will be satisfactory when:

- C.1. learner evaluates internal control
- C.2. learner applies generally accepted auditing standards
- C.3. learner verifies existence of an asset or liability
- C.4. learner verifies occurrence of a transaction
- C.5. learner verifies rights to assets and obligations
- C.6. learner verifies valuation of accounts
- C.7. learner determines presentation and disclosures of accounts
- C.8. learner applies sampling techniques
- C.9. learner communicates recommendations
- C.10. learner properly organizes workpapers
- C.11. learner evaluates materiality and audit risk
- C.12. learner applies analytical procedures

D. Prepare Audited Financial Statements

Linked Core Abilities

Demonstrate critical thinking

Competence will be demonstrated:

- D.1. by completing an Audit Practice Case

D.2. by passing a closed book exam

Criteria - Performance will be satisfactory when:

D.1. learner prepares an audited balance sheet

D.2. learner prepares an audited income statement

D.3. learner prepares an audited cash flows statement

D.4. learner prepares audited footnotes to the financial statements

E. Differentiate among Audit Reports

Linked Core Abilities

Demonstrate critical thinking

Develop a sense of personal, social, professional, and work ethics

Competence will be demonstrated:

E.1. by completing an Audit Practice Case

E.2. by passing a closed book exam

Criteria - Performance will be satisfactory when:

E.1. learner prepares an unqualified audit report

E.2. learner prepares a qualified audit report

E.3. learner prepares a disclaimer report

E.4. learner prepares an adverse report