**How to Teach Risk Assessment and the Appropriate Audit Response**

**AAA Auditing Section Mid-Year Meeting**

**Excellence in Education Workshop**

**Thursday, January 11, 2018**

**Hilton Portland & Executive Tower**

**AGENDA**

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| **Time** | **Title** | **Participants/Leaders** |
| 1:00 pm – 1:10 pm  (10 minutes) | **Welcome/Overview of the Workshop**  Objective and Overview   * Academics hear from audit partners about challenges faced in practice with assessing the risk of material misstatement and designing further audit procedures * Followed by breakout table discussions that provide case materials that can be used in the classroom to teach students on these key areas * Each table discussions will be 1 hour and 30 minutes in length on a single case. | Rick Hatfield, President, Auditing Section – University of Alabama  Sandra Shelton, Workshop Chair, DePaul University  Helen Liburd-Brown, Workshop Vice-Chair – Rutgers University |
| 1:10 pm – 2:25 pm  (75 minutes) | **Challenges in Audit Risk Assessment**  This panel will have an interactive discussion on the following topic areas:   * *fraud risks associated with revenue recognition and its impact on the testing of the revenue and accounts receivable cycle.* * *critical thinking skills around the identification of exceptions and risk factors in client provided data.* * *recognizing the importance of reaching an overall conclusion for each relevant assertion based on the evidential matter considered* * assessing risk of material misstatement, capturing inherent risk and control risk, associated with the valuation assertion for intangibles (goodwill) and fair value measurements. | **Discussion Leader:** Dan Sunderland, Deloitte  Chris Dinkel, PwC  John DeMelis, EY  Mike Yates, Crowe Horwath  Elizabeth Miller, KPMG |
| 2:25 pm – 2:35 pm  (10 minutes) | **Break** |  |
| 2:35 pm – 2:40 pm  (5 minutes) | **Overview of Case Materials on Audit Risk Assessment Topics:**   * **Urgent Medical Device, Inc.: A Teaching Case Designed to Integrate Data and Analytics in the Financial Auditing Classroom** * **Goodwill-Impairment Testing-Risk Assessment Considerations** | Sandra Shelton, Workshop Chair |
| 2:40 pm – 4:10 pm  (90 minutes) | **Urgent Medical Device Case Presentation and Discussions: Material that can be used in the classroom to help auditing students understand how data and analytics can be used to assess audit risk.** | Jay Thibodeau, Bentley University  Allen Blay, Florida State University |
| 4:10 pm – 5:40 pm  (90 minutes) | **Goodwill-Impairment Testing-Risk Assessment Considerations Trueblood Case Presentation and Discussions:**  **Material that can be used in the classroom to assess risk of material misstatement, capturing inherent risk and control risk, associated with the valuation assertion for intangibles (goodwill) and fair value measurements.** | Todd Lindsey, Deloitte |
| 5:40 pm – 5:45 pm | **Wrap-up/Next Steps** | Sandra Shelton  Helen Liburd-Brown |