



Derby City Disclosures Louisville IIA Chapter News



April 2011

MESSAGE FROM THE PRESIDENT

I am pleased to announce the chapter has achieved Gold status for the 2010-2011 year, which means we'll maintain Platinum status (which is achieved by earning Gold status for at least 10 of 11 years). Thanks for your active participation and contributions!



At our March meeting, we elected new officers for 2011-2012, effective June 1, 2011. Congratulations to Melissa Koellner (President), Jennifer Vittitoe (Vice-President), Rich Dowdell (Treasurer), and Jenni Schelling (Secretary). Melissa and Jennifer will be attending The IIA's Leadership Academy April 10-12 to learn of any new chapter programs, changes to existing procedures for chapters, and to network and share ideas with other chapter officers. We were fortunate to have some strong candidates again this year and it's great having a diverse group of volunteers to ensure our members are properly represented. If you are interested in chairing or serving on a committee (see the list of committees on the page 10), please contact **Melissa Koellner**, who will be appointing committee chairs in the next few weeks.

I want to thank the following 23 members who volunteered for Junior Achievement's, *Done in A Day* on either March 21st or 24th at Sanders Elementary. The students, teachers, and principal were very thankful.

2nd Grade

Adrea Stuecker
Emily Sibley
Jennifer Vittitoe
Lisa Stamper
Marty Dally
Rhonda Spalding
Tim Brown
Tracy Wilkerson

3rd Grade

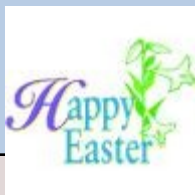
Adam Marley
Andrea Higgins
Catie Knable
Dale Shinkle
Debbie Shelton
Holly Berry
John Marshall
Melissa Koellner
Stephanie Childress

5th Grade

Gloria Dickson
Jeffrey Rogers
Jodi Renn
Rebecca Jones
Rhonda Mann
Rich Dowdell

Special Points of Interest

- Opportunity to earn 2 CPE credits at the April 19th Afternoon Meeting (**Page 3**).
- End of Year Meeting information (**Page 5**).
- Get ready for Internal Audit Awareness Month (**Page 6**).



Our annual student reception for four local universities will be held on Wednesday, March 30th. If you can attend to simply mix and mingle with college students interested in internal auditing, please stop by the University Club on the University of Louisville's campus between 4 – 6 pm. We generally have a short presentation and then mostly meet and share our experiences one-on-one with the students. Hopefully, some of these students will be future auditors! Please contact **Dave Barker** with questions or if you plan to attend.

Finally, we will have two chapter meetings in April. Our regular lunch meeting will be held on **Monday**, April 4th at Noon at the Bristol Bar & Grill (downtown). Special Agent Lyndsey Taylor from the US Secret Service will be presenting on *Lessons Learned – Recent Cases of Insider Fraud and Data Breaches*. We will also have a meeting on Tuesday, April 19th at 3pm on *Ethics & Compliance* at Republic Bank in Springhurst in their community conference room.

Derrick S. Singletary, CPA
Louisville IIA Chapter President

APRIL 4th MONTHLY MEETING***“Lessons Learned – Recent Cases of Insider Fraud and Data Breaches”***

Date: Monday, April 4, 2011
Registration: 11:30 am – 12:00 pm EST
Meeting Time: 12:00 pm – 1:00 pm EST
Location: Bristol Bar & Grille
 614 W. Main Street
 Louisville, KY 40202



April meeting includes your choice of one of the following lunch selections:

- 1) **Grilled Chicken & Spinach Salad** – with roasted garlic, red onion, sun-dried tomatoes, bacon, goat cheese.
- 2) **Theresa’s Sweet Chili Linguini** – pasta tossed with cream and Thai chili sauce topped with blackened chicken.
- 3) **Midwest Grilled Cheese** – flat bread stuffed with spinach, green onion, mushrooms, havarti cheese and pan-fried.
- 4) **Turkey Sandwich** – smoked turkey breast, cheddar cheese, lettuce, tomato, mayo, and Dijon mustard on toasted wheat bread. Served with chips.



Presenter: Lyndsey Taylor, Special Agent – U.S. Secret Service
CPE credits: 1 hour
Cost: \$25
RSVP: [Register Here](#)

by Thursday, March 31, 2011

American Express, Discover, MasterCard, and Visa accepted.

(Note: The Louisville IIA Chapter no longer accepts payments by cash or check. Seminar fees must be paid using the Cvent registration system.)

TOPICS COVERED AND LEARNING OBJECTIVES

- Discussion of Recent Fraud Cases
- Question and Answer Session

PRESENTER PROFILE

Lyndsey Taylor has been a Special Agent with the United States Secret Service for nine years and is currently assigned to the Louisville Field Office. Lyndsey is a graduate of Eastern Kentucky University and holds a Bachelor’s of Science in Police Studies/Spanish and a Master’s of Science in Criminal Justice. Lyndsey is the Field Office Coordinator for the Kentucky Electronic Crimes Task Force and continues to work investigations pertaining to financial fraud in general, counterfeiting, identity theft, cybercrimes, and protective intelligence matters.

DID YOU KNOW?

CIA candidates who have successfully completed the examination requirements for an IIA specialty certification (CCSA, CGAP, or CFSA) are eligible to receive credit for Part 4 of the CIA exam through the Professional Recognition Credit (PRC4) option, in lieu of sitting for Part 4. CIA candidates who have passed an IIA specialty certification exam will automatically receive PRC4 and do not need to register for PRC4 or submit further documentation. Also, 40 CPE hours are awarded to new CCSA, CGAP, or CFSA individuals. CCSAs, CGAPs, and CFSAs receive 20 CPE hours for the year in which they passed the exam and 20 CPE hours for the subsequent year.

For more information regarding these certifications visit The IIA website at www.theiaa.org/certification/certification-resources/.

APRIL 19th AFTERNOON MEETING

“Ethics and Compliance Training”

Date: Tuesday, April 19, 2011
Registration: 2:30 pm – 3:00 pm EST
Meeting Time: 3:00 pm – 5:00 pm EST
Location: Republic Bank – Springhurst
 9600 Brownsboro Road
 Louisville, KY 40241
(Free parking provided)



Presenter: Nick Judd, Assurance Senior Manager & Insurance Specialist –
 PricewaterhouseCoopers

CPE credits: 2 hours

Cost: \$15

RSVP: [Register Here](#)
 by Thursday, April 14, 2011

American Express, Discover, MasterCard, and Visa accepted.

(Note: The Louisville IIA Chapter no longer accepts payments by cash or check. Seminar fees must be paid using the Cvent registration system.)

TOPICS COVERED AND LEARNING OBJECTIVES

The training is designed to provide participants with a working understanding of:

- Ethics and Professional Standards;
- Benefits of effective Ethics & Compliance ('E&C') programs;
- Key elements and leading practices of effective E&C programs; and
- Ethical decision making (distinguishing between rules-based and values-based decision-making).

PRESENTER PROFILE

Nick Judd is a Louisville-based assurance senior manager with 9 years of experience primarily serving on the audits of large publicly-traded companies. As a senior manager with PricewaterhouseCoopers, his responsibilities have included the audits of Humana Inc. and Churchill Downs Incorporated. Nick has particular expertise in Sarbanes Oxley compliance and application of technical accounting standards. Nick also serves as an Insurance Specialist for the Ohio/Kentucky/Indiana assurance practice. As an Insurance Specialist, Nick shares best practices and recent developments in the insurance industry with the National PwC Insurance practice.

BOOKS AVAILABLE AT OUR CHAPTER LIBRARY

The Louisville Chapter has a library of reference materials held at the Sullivan University Library that is available to all chapter members. To check out a publication, simply go to Sullivan University and ask to see the section for the Louisville Chapter of The Institute of Internal Auditors. Checking out a publication is easy; Sullivan will confirm that you are a member with a listing we provide them. Visit <http://iialou.org/library> for a listing of the reference materials that are held at the library. You can also check the availability of the publication through the library website at <http://library.sullivan.edu/>. If you have any questions, please contact **Jodi Renn**.

April Afternoon Meeting Presenter



Nick Judd

IIA LOCAL NEWS

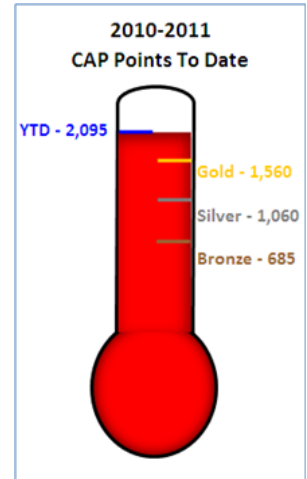
MONTHLY CAP UPDATE

Total CAP points earned is currently at 2,095 points. We have now surpassed the CAP Gold level requirement and have achieved Platinum Chapter status for the second year in a row! With 2 months still left in the chapter year, we are already 100 points over our final CAP total for 2009-2010.

March was a big month for CAP. The Junior Achievement event at Sanders Elementary School earned 208 points, scholarships awarded to local universities earned 139 points, the student reception held at the University Club was worth 20 points, and our efforts for coordinating the CIA review course at Sullivan University earned 70 points. Also, we hosted 2 seminars, the monthly luncheon meeting and a CAE Roundtable, earning another 164 points.

Here are the chapter's current CAP totals by category:

Service to Members	—	792 points;
Service to Profession	—	983 points;
Chapter Administration	—	320 points.



Membership Anniversaries

We would like to recognize one of our chapter members who will celebrate a milestone membership anniversary in The IIA during April. Congratulations!

- Dick Hocker
35 years



CHAPTER OFFICER SPOTLIGHT— DAVE BARKER, CIA, CISA



Dave is the Associate Vice President, Audit Services and Institutional Compliance, for the University of Louisville. His position encompasses administering a full-scope internal audit program and evaluating the University's numerous compliance programs. Dave began his career in 1980 as an auditor for the Kentucky Utilities Company and later became an audit supervisor for KU. He also managed operational and information technology audits for LG&E Energy.

Dave is a University of Kentucky graduate with a Bachelor of Science degree in Accounting. He is a Certified Internal Auditor and a Certified Information Systems Auditor. He currently serves as the Academic Relations Chairperson for the Louisville Chapter, promoting the Internal Audit profession among the local universities. In addition, he oversees and administers the \$500 scholarships provided to individual schools and organizes the annual student receptions in his role as Academic Relations Chairperson. Dave also performs quality assurance reviews for the IIA, serves as an audit committee chairperson at Metroversity, is a Sunday school teacher, volunteers at the Jefferson Street Mission, and has participated in several overseas and domestic missionary trips.

Dave's hometown is Lexington, Kentucky, and he currently resides in Louisville's east end with Mary, his wife of thirty-one years. Dave and Mary have three grown children and enjoy family activities, dining at Bucks Restaurant in Louisville, and vacationing at the beautiful Treasure Island in Florida. Some of Dave's other hobbies include traveling, fishing, reading, foaling horses, and attending the various athletic events in the Louisville area.

CALENDAR OF LOUISVILLE IIA CHAPTER MEETINGS

Remaining Events for 2010 – 2011 Year

<i>Date</i>	<i>Meeting / Seminar Title</i>	<i>Speaker</i>	<i>CPE</i>	<i>Location</i>
3/30/11	Student Night Reception and Scholarship Awards Ceremony	IIA/ISACA Members	0	University Club (U of L campus)
4/4/11	Lessons Learned – Recent Cases of Insider Fraud and Data Breaches	Special Agent Lyndsey Taylor, U.S. Secret Service	1	Bristol Bar & Grille
4/19/11	Ethics & Compliance Training	Nick Judd, PricewaterhouseCoopers	2	Republic Bank – Springhurst
5/19/11	Business Etiquette – New Rules in the Digital Age	Andrea Higgins and Christy Paulin, Robert Half Mgt. Resources	1	Kentucky Derby Museum

Save the Date!

Annual Student Reception and Scholarship Awards Ceremony

University Club – University of Louisville campus

Wednesday, March 30, 2011

4 – 6 pm

We are looking for members to attend our annual student reception to mix and mingle with future internal auditors! Accounting and business students from four campuses have been invited. If you are available to attend or want more information, please contact [Dave Barker](#).

MAY END OF YEAR MEETING

Our final regular meeting of the 2010-2011 chapter year is Thursday, May 19th, at the newly renovated Kentucky Derby Museum. Meeting cost is \$25 a person and will include shared access to the Museum's exhibits, a viewing of the Museum's multi-media show, and "The Greatest Race" multi-image show with the general public. We will also be able to take advantage of several programs, tours, etc. available to the general public that are included in the regular Museum admission fee.



The planned itinerary for the day includes:

- 10:30 am – 11:00 am (EST): 30 minute Historical Walking Tour of Churchill Downs (Optional);
- 11:00 am – 12:00 pm: Luncheon and Meeting;
- 12:00 pm: Museum tour at the group's leisure;
- 12:45 pm: Live racing starts, group meets in the paddock area for social (Optional).

Due to restrictions imposed by the venue, late registrations CANNOT be accepted. RSVPs will be accepted thru 5:00 pm on May 6th. [Register Here](#) for this event.

CHAPTER SURVEY WINNER

Leslie Potter from First Savings Bank was the winner drawn for the March 8th Monthly Meeting survey. She will receive \$25 off the cost of a future Louisville IIA event. Thank you to everyone who took time to complete the survey following our March event. The timely input helps improve your meeting experience. Congratulations Leslie!

AWARENESS ITEM OF THE MONTH
International Internal Audit Awareness Month in May

The IIA encourages chapters and institutes around the world to participate in this important celebration to promote the profession internally to audit customers, executive management, and the board, as well as to various outside target markets within their local business community.



Chapters and institutes can use this month to showcase the value of the internal audit activity in a wide variety of ways including, but not limited to: Hosting special events such as luncheons or receptions to present local area business leaders with an overview of the ways internal auditors support executive management in achieving organizational goals and objectives; Submitting a request for a proclamation from a local government official formally acknowledging International Internal Audit Awareness Month; or Participating in a local college or university career night to promote internal auditing to students who may be unaware of the various opportunities available within the profession.

As a chapter, we celebrate Awareness month by obtaining proclamations from the mayor of Louisville and governor of Kentucky. Internal Audit departments are encouraged to celebrate Internal Audit Awareness month by educating your audit committees, management, and staff of your organizations about the benefits of internal auditing, the services you provide for the organization, and sharing information about your staff. Building awareness takes time and consistent efforts. There are lots of great resources available online at: <http://www.theiia.org/guidance/advocacy-start-here/>.



CIA BOOT CAMP AND LEARNING CENTER COURSES

Sullivan University has scheduled CIA Learning System Courses for Spring 2011. We appreciate your participation and hope that we will be able to help you with your future training needs.

Course Name	Start Date	End Date	Description	Price
CIA (Certified Internal Auditor) "Boot Camp"	04/04/2011	04/08/2011	April 4 - 8 (Mon - Fri)	\$ 2,995

Please visit Sullivan University at www.sullivan.edu/cia/ to discover more information about the Learning System and link to [course registration](#). Please contact **Bob Aemmer**, Certifications Chair, with any suggestions regarding the course and how we can better serve your needs. Questions regarding [course registration](#) can be directed to **Richard Brien**, Director of Corporate Development and Training, at Sullivan University.

IIA SPECIALTY EXAMS

The IIA's Certified Internal Auditor® (CIA®) is only one of four certifications offered by The Institute. The IIA also offers three specialty certifications:

- Certification in Control Self Assessment® (CCSA®)**
- Certified Financial Services Auditor® (CFSA®)**
- Certified Government Auditing Professional® (CGAP®)**

Information regarding these exams can be found at www.theiia.org/certification/.

IIA NATIONAL NEWS

NEW DIRECTION FOR INTERNAL AUDITING

In the next five years, the focus of internal audit activities is expected to differ significantly from current practice, and it's important that internal auditors at all levels — not just the chief audit executive — keep up-to-date, according to the first two reports from the [2010 Global Internal Audit Survey: A Component of the Common Body of Knowledge \(CBOK\) Study](#). These findings are among the preliminary results of the most comprehensive global study ever conducted on the practice of internal auditing. The study was conducted in 22 languages by The Institute of Internal Auditors Research Foundation (IIARF) and includes responses from 13,582 participants in more than 107 countries. "It's important for any profession to understand where it's been, where it is today, and where it's going," said IIARF Vice President Bonnie Ulmer. "This ongoing effort allows the internal audit profession to stay relevant, vibrant and visionary."

According to [Characteristics of an Internal Audit Activity](#), the first report in the study's five-part analysis, the major focus areas for internal auditing in the next five years will be corporate governance, enterprise risk management, strategic reviews, ethics audits, and migration to International Financial Reporting Standards (IFRS). Auditors will place less emphasis on operational and compliance audits, auditing of financial risks, fraud investigations, and evaluation of internal controls.

The IIARF conducted the 2010 Global Internal Audit Survey to provide perspective on global internal audit practices, trends, and insights as a practical resource for internal auditing's strategic planning and decision-making processes. The IIARF's CBOK study is funded solely by the [William G. Bishop III, CIA, Memorial Fund](#), in honor of the late president of The Institute of Internal Auditors. Printed copies of the research reports will soon be available through [The IIARF Bookstore](#), at a cost of US \$25 for IIA members and US \$45 for nonmembers.



FUTURE IIA SEMINARS & CONFERENCES

Gaming Conference	April 4-6, 2011	Las Vegas, NV
Leadership Academy	April 10-12, 2011	Orlando, FL
International Conference	July 10-13, 2011	Kuala Lumpur, Malaysia
Governance, Risk, and Compliance Conference	August 29-31, 2011	Orlando, FL
All Star Conference	October 17-19, 2011	Las Vegas, NV
Central Regional Conference	November 6-9, 2011	Pittsburgh, PA

Position: Accounting Analyst II (or);
Accounting Analyst III (or);
Sr. Accounting Analyst

Employer: LG&E and KU Energy LLC – Louisville, Kentucky

This position will assist in performing and/or coordinating the quarterly and annual external U.S. GAAP reporting of LG&E and KU Energy LLC, and be responsible for certain operations of the Financial Accounting and Reporting Department as referenced below. This position requires an in-depth knowledge/understanding of accounting policies and procedures, SEC requirements, Sarbanes Oxley (S-OX) requirements and GAAP.

Job Duties & Responsibilities:

- Assist in the timely and accurate production of the quarterly and annual external GAAP reporting. Assist in the preparation of the consolidated monthly financial statements. Understand the classification of utility transactions to ensure proper allocation for accounting purposes. Assist in the support of debt issuances, debt refinancing, offering memoranda, SEC registration and other related work.
- Assist in the preparation and completion of quarterly and annual reporting information to the parent company ("PPL"). Assist in the review and preparation of PPL's quarterly and annual reports, coordinating with the reporting personnel from PPL. Work with internal and external legal counsel, Treasury, PPL Reporting and other areas in support of all external reporting requirements. Work with external auditors on a quarterly, annual and ad hoc basis, including audited financial statements, work schedules, billings, fee reporting, etc. Implement and use Clarity and XBRL for GAAP reporting. Plan and develop financial reports and analyses using Excel, Word, ORACLE, Discoverer and PowerPlant.
- Review departmental policies and procedures and update as necessary. Recommend process improvements and provide plans for implementing them. Independently analyze complex financial issues and make appropriate recommendations to management. Understand and identify when internal controls are not operating effectively; make the necessary changes in S-OX documentation; and work with auditors to complete any required walk-throughs and testing.
- Understand and apply PPL's account classifications to ensure reports for LKE, LG&E and KU are consistent, unless there is a specific reason for differences. Document any differences for future reference. Ensure consistency of procedures between the three companies whenever possible.
- Analyze financial transactions for accuracy and propriety, which requires diligence and ingenuity. Plan, develop, and perform in-depth studies or financial reports as required to accurately state the financial condition of the corporation.
- Possesses an in-depth knowledge of generally accepted accounting principles and SEC requirements and the ability to apply this knowledge to financial reporting. Possess an extensive knowledge of the accounting system of the Company and of the Chart of Accounts in order to accurately report the financial position and assists other departments in properly identifying, and reporting revenues and expenses in accordance with Company procedures and generally accepted accounting principles
- Possess a high degree of proficiency related to accounting and finance and the requirements of the U.S. GAAP, tax requirements, SEC, FERC, PSC and other regulatory agencies. Research and document technical accounting issues affecting the Companies. Assist in documenting the impact of new accounting pronouncements or exposure drafts on the Companies using various research tools.
- Perform other duties as assigned by manager.

Job Requirements:

- Minimum—Bachelor degree with major in accounting. Preferred—CPA certificate and/or Master's degree.
- Minimum of four years accounting experience with emphasis in utility accounting preferred.
- Requires current working knowledge of accounting rules and regulations, including U.S. GAAP, tax requirements, SEC requirements, S-OX requirements, FERC requirements and other reporting requirements.
- Requires experience researching and documenting accounting issues using both computer-based and printed research tools. Ability to use Excel, Word, Discoverer, ORACLE, and PowerPlant
- Must possess above-average communication and interpersonal skills for presenting oral/written information to others, both within and outside the Company.

For more information and to apply, please visit www.lge-ku.com.



**LOCAL JOB
OPPORTUNITY**

Position: Senior Internal Auditor
Employer: Hilliard Lyons – Louisville, Kentucky

Job Duties & Responsibilities:

- Work with management to review and update the HL Risk Assessment on an annual basis.
- Plan, perform, and document internal audits according to professional standards for internal auditing.
- Evaluate the significance of audit findings and make recommendations for resolution.
- Perform work within budgeted timeframe and meet deliverable completion dates.
- Coordinate with external auditors to leverage internal audit work, as appropriate.
- Review specific business processes at the request of the Audit Committee or management, as appropriate.

Job Requirements:

- Knowledge of internal controls, internal audit procedures, and accounting principles.
- Excellent verbal and written communication skills.
- Minimum of two years of public accounting experience or three years experience working in internal audit required. Financial services experience a plus.
- Bachelor's degree required. Accounting and finance degrees preferred. Masters degree a plus.

For more information and to apply, please visit www.hilliard.com.



**LOCAL JOB
OPPORTUNITY**

Welcome Job Seekers

Discover resources to help you get ahead in your career. Read articles on everything from how to handle salary negotiations to tips for writing an effective resume, to the value of certification.

Job Seeker Resources From Robert Half Management Resources:

- [2011 Salary Guide](#)
- [2010 Global Financial Employment Monitor](#)
- [Glossary of Job Descriptions for Accounting and Finance](#)

The Value of Certification

Companies value audit professionals who proactively seek opportunities to develop their skills and expertise. One of the best ways for individuals to demonstrate their commitment to career growth is by pursuing industry-recognized certifications.

IIA Audit Career Center:

(888)575-9675

custserv@jobtarget.com

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ADVERTISEMENT POLICY

FREE recruiting advertisements are available on the local IIA Chapter website and in the monthly newsletter! Any employer is eligible for free advertising IF at least one employee is a member of The Institute of Internal Auditors, Louisville Chapter. Executive Search Firms will be charged a nominal fee per month of \$50 for a ½ page or \$100 for a full page advertisement and one month of posting open positions on our webpage. Payment must be received prior to advertising/posting. For more information, contact the IIA Louisville Chapter President at president@iialou.org or Secretary at secretary@iialou.org.



**The Institute of
Internal Auditors
Louisville Chapter**