



PLATINUM
CHAPTER
2010

Derby City Disclosures

Louisville IIA Chapter News

January 2011



Special Points of Interest

- Two **FREE** downloadable products available from The IIA Research Foundation.
- Register for The IIA's **FREE** Members-Only Webinar in January.
- Opportunity to earn 2 CPE credits at January afternoon meeting.
- Do you "Like" The IIA on Facebook?

Happy New Year!

www.ialou.org



MESSAGE FROM THE PRESIDENT

We had a great meeting in December with strong attendance on *Mistakes Internal Audit Shops Make*, presented by Jake Stricker of PwC.

In January, we have two meetings scheduled. Our downtown lunch meeting will be held on Tuesday, January 11th, on the topic of *Health & Safety Auditing*, presented by Jody Grizz. Our second meeting, *Best Practices for IA Shops*, will be in the afternoon on Tuesday, January 18th, offers two CPE credits and is sure to be an interesting discussion, led by a panel of several CAEs from very large to very small audit shops. You won't want to miss either of these meetings! See pages two and three for more details about both events.

We have some exciting seminars scheduled for the first quarter of 2011. We are offering two 2-day *Purchasing Fraud Seminars* in February, presented by Courtenay Thompson. One session is already full and the second has only a few seats still available. On March 4th, Merek Lipson will present on *Communicating Audit Results*. On March 8th, we have scheduled a seminar on *Managing Audit Staff* and a CAE Roundtable.

Finally, I want to take a moment to highlight the successes of 2010 for the Louisville Chapter!

- Our chapter reached Platinum level by achieving Gold status 10 out of 11 years. We continue to increase our CAP points each year;
- The chapter received the **Most Inspiring Chapter Award** for our outstanding efforts with Junior Achievement;
- While many chapters have experienced decreases in membership the last few years, we continue to increase our chapter membership annually;
- We received proclamations in from the governor of Kentucky and mayor of Louisville recognizing the internal auditing profession;
- We upgraded and improved our registration and payment system (Cvent); and
- We increased our student scholarship program from \$400 to \$2000.

Happy New Year and I'm looking forward to a successful 2011!

Derrick S. Singletary, CPA
Louisville IIA Chapter President

MONTHLY MEETING SURVEY WINNER

Todd Oberhausen with Hilliard Lyons was the drawing winner for November's monthly survey and will receive \$25 off the cost of a future Louisville IIA event. After each meeting, we gather feedback on the location, topic, speaker, and meal. To be eligible for the drawing, you must complete a brief meeting survey and include your name. Thank you to everyone who took time to complete the survey last month. The timely input helps improve your meeting experience. Congratulations Todd!

January Noon Meeting Presenter



Jody Grizz

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

- 1) **Steeplechase Salad** - Fried boneless chicken breast topped with melted Jack cheese over fresh greens with hard-boiled egg, tomato wedges and cucumber.
- 2) **Theresa's Sweet Chili Linguini** - Pasta tossed with cream and Thai chili sauce topped with blackened chicken.
- 3) **Roasted Portobello Sandwich** - Roasted Portobello Sandwich with roasted red peppers & hot pepper cheese. Served with chips.
- 4) **Turkey Sandwich** - smoked turkey breast, cheddar cheese, lettuce, tomato, mayo, and Dijon mustard on toasted wheat bread. Served with chips.



JANUARY 11th MONTHLY MEETING "Health & Safety Auditing"

Date: Tuesday, January 11, 2011
Registration: 11:30 am – 12:00 pm (noon) EST
Meeting Time: 12:00 pm – 1:00 pm EST
Location: Bristol Bar & Grille
 614 W. Main Street
 Louisville, KY 40202
(Parking is not validated)

Presenter: Jody Grizz, Continuity Program Coordinator – LG&E and KU Energy

CPE credits: 1 hour

Cost: \$25 members / non-members

RSVP: <http://guest.cvent.com/d/1dqt92> by Thursday, January 6, 2011



American Express, Discover, MasterCard, and Visa accepted.

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

TOPIC COVERED

Jody Grizz will discuss Health & Safety Auditing based on his extensive background working in a production environment at a power plant and as a first responder/firefighter.

SPEAKER PROFILE

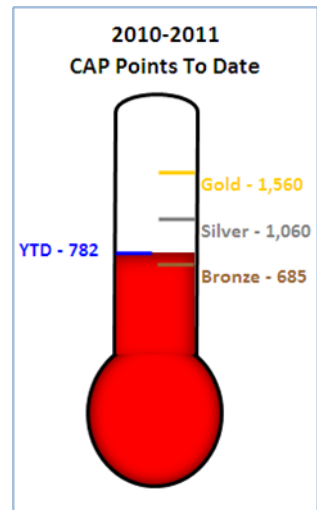
Jody has worked over 30 years with LG&E and KU Energy (formerly E.ON U.S.), with 25 years being at a coal-fired power plant. He worked as Health & Safety Specialist for seven years and also worked three years in audit services, performing operational audits. He is currently Continuity Program Coordinator, overseeing all the business continuity plans for LG&E and KU Energy. Jody is a Certified Safety Professional, Certified Professional Environmental Health and Safety Auditor, and recently passed the Certified Business Continuity Professional exam and is working on the application process.

MONTHLY CAP UPDATE

The December CAP total was 782 points, an increase of 70 from the previous month. The December 14th meeting on Mistakes Internal Audit Shops Make was attended by 34 members and 11 guests. In addition to receiving points every month for maintaining our website, www.iialou.org, we receive credit for our twitter account. You can follow the chapter at twitter.com/iialou for updates and information. On our page you will find information on meetings and seminars, volunteer opportunities, chapter accomplishments, and social events .

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

- Service to Members — 223 points;
- Service to Profession — 273 points;
- Chapter Administration — 286 points.



January Afternoon Meeting Presenters



Meredith Hettinger



Jodi Renn



James Rose

JANUARY 18th AFTERNOON MEETING "Best Practices for Internal Audit Shops"



Date: Tuesday, January 18, 2011

Registration: 2:30 pm – 3:00 pm EST

Meeting Time: 3:00 pm – 5:00 pm EST

Location: ResCare

9901 Linn Station Road

Louisville, KY 40223

(Enter through the front door facing Plainview Kroger and let security know you're attending the IIA event. Visitors will be directed to the elevators and will go to 7th Floor Conference Center.)

Presenters: **Meredith Hettinger**, Director of Internal Audit – ResCare;

Jodi Renn, Director of Internal Audit – Kentucky Higher Education Assistance Authority/Kentucky Higher Education Student Loan Corporation;

James Rose, Chief Audit Executive – Humana

CPE credits: 2 hours

Cost: \$15.00 member / non-members

Includes: Light afternoon snacks/refreshments and materials

RSVP: <http://guest.cvent.com/d/mdqt9w>

by Thursday, January 13, 2011

American Express, Discover, MasterCard, and Visa accepted.

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

TOPICS COVERED AND LEARNING OBJECTIVES

- Best Practices Discussions
- Questions from Attendees

SPEAKERS PROFILE

Meredith Hettinger began her career at ResCare as Director of Financial Reporting in September 2005. Prior to joining ResCare, Meredith spent ten years working in the financial services industry and served two years in public accounting. During this ten year period, Meredith held a variety of accounting roles, the last of which was Director of Planning and Reporting. Meredith graduated from the University of Louisville in 1993 with a Bachelors of Science in Business Administration (accounting major). Meredith is a Certified Public Accountant and holds the Fellow, Life Management Institute designation.

Jodi Renn is a CPA and has been in the internal audit field since 1996 and has worked in audit roles at Kentucky Housing Corporation, Kindred Healthcare and Christian Care Communities. Prior to entering the internal audit profession, Jodi spent four years in public accounting (2 years with a national firm), and three years in general accounting positions.

James Rose is a CPA, CIA, CISA, and CISSP, and began his work with the Office of the Inspector General of the U.S. Agency for International Development, reviewing foreign economic assistance programs in Central and Eastern Europe, Russia, and Central Asia. He also worked as director of financial audit with the Auditor of Public Accounts of the Commonwealth of Kentucky, leading the effort to create the department that now conducts performance and operational reviews of state programs. James currently serves as Vice-Chairman of the IIA's International Professional Issues Committee which drafts the practice guidelines for the profession worldwide.

February Seminar
Presenter



Courtenay Thompson

CHAPTER SEMINAR OPPORTUNITY
“Purchasing Fraud – Detection, Prevention and Response”

Dates: **Tuesday/Wednesday, February 15-16, 2011;**
Thursday/Friday, February 17-18, 2011 (sold out)

Registration: **7:30 am – 8:00 am EST**

Seminar Time: **8:00 am – 4:30 pm EST (all days)**

Location: LG&E Center (Formerly E.ON U.S. Center)
 220 W. Main Street
 Louisville, KY 40202

Presenter: **Courtenay Thompson, CPA –**
 Courtenay Thompson & Associates

CPE credits: 16 hours

Includes: Continental breakfast, buffet lunch, afternoon snack, drinks, materials, and validated parking

RSVP: <http://guest.cvent.com/d/9dqt37>
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.)



Each seminar class is limited to **35** participants. *8 seats are still available for the 1st session. The 2nd session has sold out.* Register today thru the **chapter’s online reservation system** to ensure a remaining seat in the 1st session. Comments and other questions about the seminar can be directed to **membership@iialou.org**.



Seminar Cost	Register by February 1, 2011 (Early Bird Deadline)	Register after February 1, 2011
IIA Member	\$375	\$400
Non-Member	\$425	\$450

TOPICS COVERED AND LEARNING OBJECTIVES

- Common exposures in purchasing
- Fraud-related dangers to avoid
- Policies, codes and practices
- Creating an environment hostile to purchasing fraud
- The Five-Step Approach to Fraud Detection
- Purchasing fraud exposures
- Symptoms and "red flags" of purchasing fraud
- Applying the five-step approach to purchasing fraud
- Data mining techniques to detect purchasing fraud
- Suggestions for auditing purchasing
- Purchasing outside of traditional procurement
- Bid rigging
- Procurement card exposures and solutions
- Exposures in blanket purchases, and minority and small business programs
- What a complete investigation should include
- Proving wrongdoing in purchasing
- Proving kickbacks
- An investigative checklist
- A step-by-step approach to prevention
- Working with management to deter purchasing fraud
- Suggestions for the future

PRESENTER PROFILE

Mr. Thompson is a recognized authority on training managers, auditors and investigators in fraud-related matters. His experience prior to entering the consulting field includes public accounting, audit supervisor for consumer financial services for a large retailer, and director of auditing for a life insurance company. His career in public accounting and internal auditing provided exposure to a number of types of impropriety including embezzlement, insurance fraud, loan fraud, stock fraud, kickbacks and bribery, misappropriation of funds and mail fraud. He is a member of the Institute of Internal Auditors, Inc., the American Institute of Certified Public Accountants, and the Texas Society of Certified Public Accountants.

JANUARY MEMBERS-ONLY WEBINAR

Five Court Cases Every Internal Auditor and Audit Committee Member Should Know



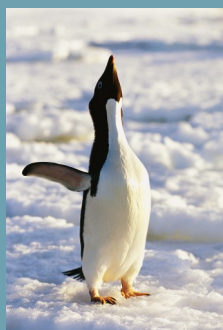
As an internal auditor, are you aware of litigation that could significantly affect your practice and the operations of your organization? On January 25, 2011, from 1:00 – 2:00 PM EST, James S. Fargason will examine court cases involving the legal consequences for internal auditors and audit committee members. In this first of a multi-part series, we'll examine how the courts have ruled in cases involving the internal audit profession. You won't want to miss this thought provoking session!

To register for **FREE**, visit The IIA's website at www.theiia.org/membership/current-members/members-only-webinars.

Membership Anniversaries

We would like to recognize two of our chapter members who have recently celebrated membership anniversaries in the IIA. Congratulations to both of you!

- Heather DiEnno
10 years
- Roger LeMaster
10 years



DID YOU KNOW?

There are two new products available for **FREE** download in PDF format from The IIA Research Foundation:

[Effective Sizing of Internal Audit Departments](#)

[Effective Sizing of Internal Audit Activities for Colleges and Universities](#)

CHAPTER OFFICER SPOTLIGHT—BRITTANY SHAEFER

Brittany joined the Internal Audit Department of the Louisville Metro Government in October 2009 as an Auditor I. She performs audits that examine and evaluate the adequacy and effectiveness of Metro's system of internal control and performance quality. Prior to joining the Louisville Metro Government, Brittany worked for the Kentucky Department of Charitable Gaming as an Auditor between April 2007 and October 2009.

Brittany is a Bellarmine University graduate with both a Masters and Bachelors degree in Business Administration and is currently pursuing her Certified Internal Auditor (CIA) certification. She currently serves as the Seminars Chairperson for the Louisville IIA Chapter. Her position encompasses working with various seminar speakers to bring interesting and informative presentations to the Louisville Chapter for CPE credit opportunities. In addition, Brittany volunteers with the Bellarmine University Young Alumni Association and is a fundraising committee member with the St. James Catholic Church.



Brittany currently resides in Crescent Hill and is married to Chris Schaefer. She enjoys gardening in her backyard and decorating cakes in her spare time and you can often find her relaxing at Churchill Downs and Bourbon's Bistro in Louisville. A native of Roanoke, Kentucky, Brittany also enjoys the scenic west coast, vacationing in Napa, California.

IIA NATIONAL NEWS

Global Body to Oversee Development of Internal Audit Standards

The Institute of Internal Auditors (IIA) announces the formation of the IPPF Oversight Council. This new body will begin by overseeing the process for developing authoritative guidance within the International Professional Practices Framework (IPPF) for internal audit professionals around the world. The Oversight Council will evaluate and advise the IIA Global Board of Directors on the rigor of The IIA's standard- setting processes.

"Stakeholders are demanding that standard setters are subject to oversight," said IPPF Oversight Council Chairman and IFAC Executive Director of Professional Standards Jim Sylph. "The IIA is to be congratulated on setting up this Oversight Council. It is, indeed, an honor and a privilege to lead this body as it begins its critical role of enhancing the credibility of the IPPF standard setting processes." Organizations represented on the Oversight Council include the International Federation of Accountants (IFAC), the International Organization of Supreme Audit Institutions (INTOSAI), the World Bank, the Organization for Economic Cooperation and Development (OECD), and the National Association of Corporate Directors (NACD). Also serving on the Council are the chairman emeritus of the Committee of Sponsoring Organization of the Treadway Commission (COSO) and a former chairman of The IIA Global Board of Directors.

"Guided by its collective commitment to inclusiveness, transparency, diligence, timeliness, and other principles that will generate the confidence of all internal audit stakeholders, the Council will provide ongoing assurance that The IIA's standards are of the highest caliber and are properly responsive to the public interest," said IIA Global Chairman of the Board Günther Meggeneder, CIA. "This ensures there's due diligence in place for our standard-setting process, and is major milestone for internal auditing becoming universally recognized as a profession."

The Council's oversight role will layer additional rigor on top of The IIA's existing standard-setting process, which includes the active involvement of five IIA international entities: Advanced Technology Committee, Committee on Quality, Ethics Committee, Internal Audit Standards Board, and Professional Issues Committee. As such, the Council will evaluate the due-process procedures for setting standards and guidance; review the charters of The IIA committees listed above; make recommendations for process improvement to The IIA Board of Directors; and communicate in The IIA annual report on the adequacy and transparency of the due process employed for standard- setting.

"Clearly, the Council's oversight role is not a one-time commitment," said Sylph. "To ensure practitioners in the internal audit profession stay abreast of the most effective, efficient, and ethical ways of doing business, The IIA must continuously deliver and update timely and relevant standards."

NEW PRICING STRUCTURE FOR IIA CERTIFICATIONS

The IIA has revised its pricing structure for certification fees, effective January 1, 2011. This new pricing structure will more accurately reflect the level of service that The IIA Certification Programs offer and is more comparable to similar professional certifications. Registrations received by December 31, 2010, will be charged the current 2010 certification fees.



	<u>2010</u>	<u>2011</u>
Application Fee	\$60.00	\$75.00
CIA Exam (per part)	\$130.00	\$150.00
Specialty Exam	\$250.00	\$325.00



Welcome New Members!

Cindy Wirth –
Community Bank Shares of Indiana, Inc.

Scott Ironside –
JJB Hilliard, WL Lyons, Inc.

FUTURE IIA SEMINARS & CONFERENCES

General Audit Management (GAM) Conference	March 14-16, 2011	Las Vegas, NV
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



Chapter Library

Have you utilized Sullivan University's on-line card catalogue to check out publications in the chapter library? If not, visit library.sullivan.edu/ and enter the search term "IIA" to see the books available in our chapter library. If you have not received your library card, please contact **Derrick Singletary** and he will arrange to get the card to you.

CIA BOOT CAMP AND LEARNING CENTER COURSES

Sullivan University has scheduled two 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. Please visit Sullivan University at <http://www.sullivan.edu/cia/> to discover more information about the Learning System and link to [course registration](#).

Course Name	Start Date	End Date	Description	Price
CIA (Certified Internal Auditor)	03/19/2011	04/16/2011	Saturdays March 19, 26; April 2, 9, 16	\$ 2,995
CIA (Certified Internal Auditor) "Boot Camp"	04/04/2011	04/08/2011	Mon – Fri April 4 - 8	\$ 2,995

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.

CIA EXAM NEWS

The Louisville Chapter of The Institute of Internal Auditors and The Institute of Internal Auditors (IIA) are proud to announce that Casey Willis has earned the designation of Certified Internal Auditor (CIA). Casey works for Humana in Louisville. The CIA is awarded to internal auditors who have met the requirements of The IIA's rigorous certification program and who have successfully completed the CIA examination.

CALENDAR OF LOUISVILLE IIA CHAPTER MEETINGS
Fall 2010 – Spring 2011

<i>Date</i>	<i>Meeting / Seminar Title</i>	<i>Speaker</i>	<i>CPE</i>	<i>Location</i>
1/11/11	Health & Safety Auditing	Jody Grizz, LG&E and KU Energy	1	Bristol Bar & Grille
1/18/11	Best Practices for IA Shops <i>(panel discussion)</i>	Meredith Hettinger, ResCare; James Rose, Humana; Jodi Renn, KHESLC	2	ResCare
2/08/11	For Profit vs. Non-Profit Auditing	Steve Hunt, Make a Wish Foundation	1	Bristol Bar & Grille
2/15/11 - 2/16/11	Purchasing Fraud	Courtenay Thompson	16	LG&E Center <i>(formerly E.ON U.S. Center)</i>
2/17/11 - 2/18/11	Purchasing Fraud <i>(repeat session)</i>	Courtenay Thompson	16	LG&E Center <i>(formerly E.ON U.S. Center)</i>
3/4/11	Communicating Audit Results	Merek Lipson	8	TBD
3/8/11	Managing Audit Staff	David McCabe	3	TBD
3/8/11	Audit Committee Expectations	David McCabe	1	Bristol Bar & Grille
3/8/11	CAE Roundtables	David McCabe	TBD	TBD
4/5/11	Information Security- Lessons Learned	Special Agent Lyndsey Taylor, U.S. Secret Service	1	Bristol Bar & Grille
4/19/11	Ethics	TBD	2	TBD
5/10/11 <i>(tentative)</i>	TBD	TBD	1	TBD

Check Out The IIA on Facebook!

Are you a fan of Facebook? The IIA's Facebook page posts links to news articles, professional organizations and chapters with relevant information to the Internal Auditing Profession. So go ahead – show your boss that Facebook isn't for playing around and "Like" The IIA today!



[www.facebook.com/
TheInstituteofInternalAuditors](http://www.facebook.com/TheInstituteofInternalAuditors)

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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**