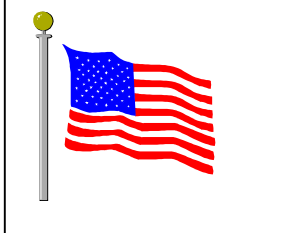




# ***Derby City Disclosures IIA Louisville Chapter***



Our thoughts and prayers go out to all the victims and those that have lost loved ones during the tragedy of September 11<sup>th</sup>. For every person that was lost, heaven gained another angel.

***"The ultimate measure of a man is not where he stands in moments of comfort and convenience, but where he stands at times of challenge and controversy."***

-- Martin Luther King Jr.

## **MONTHLY MEETING**

**Date:** January 8, 2002

**Time:** 12:00 noon  
11:30 Registration

**Location:** Kunz's  
107 S 4<sup>th</sup> Street  
Louisville, KY  
(parking validated)

**Speaker:** Rebecca Jackson

**Topic:** Leadership

**Cost:** \$20.00

**CPE:** 1 hour

**Menu:** Broiled Boston Scrod  
Club Sandwich  
Chicken Ceasar Salad

**RSVP:** By January 5, 2002  
Carrie Ramsey  
Office: 627- 4738  
(voice mail is available 24 hrs)  
fax #: 627-2550  
email: [carrie.ramsey@lgeenergy.com](mailto:carrie.ramsey@lgeenergy.com)

## **PRESIDENT'S MESSAGE**

Dear Members,

We had a very informative meeting last month with Ray Strothman and Terri Cummings from Strothman and Company. I am looking forward to our January 8 meeting at Kunz's. Rebecca Jackson, County Judge Executive, will be speaking with our group. Please mark your calendars for what I am sure will be a very interesting topic.

In addition, mark your calendars for Mark Nigrini's Data Analysis seminar on February 19-20, 2002. This will be a joint meeting with Louisville ISACA. The cost of the seminar is \$350 for IIA members, \$400 for non-members and includes study materials, continental breakfast, lunch, and afternoon snacks. The course offers 16 hours of CPE. For more information or to register, contact Carrie Ramsey 502-627-4738 or email at [carrie.ramsey@lgeenergy.com](mailto:carrie.ramsey@lgeenergy.com). Please RSVP by January 31, 2002 if possible. We will be accepting reservations up until the day of the seminar.

Hope everyone had a great holiday and New Year!! I look forward to seeing you at lunch on January 8!

Chris Lewis,  
President

## In the News .....

### UPDATE ON CCSA NAME CHANGE PROPOSAL

Recently, The IIA's Board of Regents surveyed CCSAs (Certification in Control Self-Assessment), CCSA candidates, and CSA Center members to determine their reactions to a proposed name change that would include the term "risk" in the CCSA designation.

Although the individuals surveyed were generally in favor of such a change, the Board of Regents decided against a name change based upon issues raised by the survey.

Concerns were expressed that since the CIA exam also tests risk, the proposed change for CCSA could diminish the perceived benefits of the profession's most prestigious designation — the CIA. It seemed the issue would become amplified outside North America where CIA growth has been strong.

We thank everyone for their input on this most important topic and their support of the CCSA program.

### RESEARCH FOUNDATION SEEKS PRACTITIONER PANEL

The IIA Research Foundation is sponsoring a project to identify important internal audit topics that would raise interest in internal audit research and actively engage researchers around the world.

As such, The Foundation wants to establish a panel of practitioners who are performing leading-edge work to share their views with the research team as they identify and articulate research issues. Specific experience in the following areas is helpful:

- Corporate Governance
- Managing the Internal Audit Function
- The Organizational Role of Internal Audit
- Risk and Control
- Objectivity and Independence
- Audit Technology, Processes, and Techniques
- Expanding Role of Assurance and Consulting Services

For additional details, contact Senior Manager of Research [Susan Lione](#).

### NOVEMBER 2001 CIA EXAM BREAKS RECORDS

Registrations for the November 2001 CIA exam reached a record high with candidates scheduled for more than 40,000 exam parts. More than 20,000 of those parts were scheduled for the 10 sites in the People's Republic of China. Even with anticipated last-minute deferrals and no-shows, the November 14-15 exam topped the charts, given that the largest exam in CIA history — the November 2000 exam — included almost 22,500 parts taken.

### PLAN NOW FOR THE MAY 2002 CIA EXAM

Don't delay! Now is the time to register for the May 15-16, 2002 [Certified Internal Auditor \(CIA\) Examination](#).

The IIA will waive the initial CIA program registration fee (a US \$60 value) for any IIA member who registers in the CIA program after attending approved headquarters-sponsored seminars or conferences, including the International Conference and regional conferences. To have their fee waived, candidates must include a copy of the continuing professional education letter from the event with their CIA Exam Application Form. The offer expires one year from the completion date of the seminar or conference and is not retroactive.

Educators are invited to take the exam free of charge. Qualified educators must submit a letter attesting to their college- or university-level teaching along with the required [CIA Exam Application Form](#) and other materials. (Application must be submitted by fax or mail rather than electronically since it must be accompanied by appropriate documentation.)

For additional details on these and other special offers, pick up a CIA Program Information for Candidate Booklet or visit The IIA Web site under Certification/CIA.

### AUTOMATIC NOTIFICATION OF NEW BOOKSTORE PRODUCTS

Did you know that you can be notified electronically when new products are added to The IIA Bookstore? Visit the [Coming Soon](#) section of The Bookstore to see what's coming. By clicking on a specific title you can add your name to an e-mail list and be notified electronically when that product is published.

Among the [new products](#) available is *Performance Auditing: A Measurement Approach* by Stephen L. Morgan, CIA, CGAP and Ronell B. Raam, CGAP. This new book, developed with both the practitioner and trainer in mind, provides a conceptual foundation along with practical guidance for conducting performance audits in accordance with the US Government Auditing Standards

### UPDATING MEMBERSHIP INFORMATION

To update your member profile information (i.e. address, email address, phone, employer, etc.) log-on to [www.theiia.org](http://www.theiia.org) and go to Member Profile. Your logon password for theiia.org member page is located on your membership card. At the member profile page, you can submit your new information for IIA National Headquarters. Updates to National, will be forwarded to the local chapter monthly.

If you cannot find your membership card, you can obtain your password by calling IIA customer service at 1-407-830-7600, Ext. 1.

### IIALOU.ORG

Look for us on the World Wide Web. Bruce Edwards is currently developing the chapter website. Look for information on meetings / seminars, membership information, links to other websites, and much more.

**Suggestions for information to be included in the website can be sent to the webmaster.**

[Bruce@bruceedwards.com](mailto:Bruce@bruceedwards.com)

**Help Your Client Succeed**  
**With**  
**Consulting – A Service for Success**  
**March 21, 2002**

Presented by John McKeever

John will demonstrate how you can succeed while helping your client succeed.

You will learn how to:

- Identify and engage the tools needed to become an effective consultant
- Effectively use of tools and techniques for greater success
- Identify and remove barriers of being a consultant
- Create and expand the demand for your services
- Be more value-added

Mr. McKeever is the President of Contemporary Business Concepts, a consulting and training firm. Previously John was employed by AT&T where he served in several capacities including: operations manager, internal auditor, instructor and consultant.

John holds degrees in Business Administration and Management from Northeastern University and a Masters of Science Degree in Management from Stevens Institute of Technology. He is a Certified Professional Consultant, a Certified Fraud Examiner, and a Certified Quality Auditor. He also holds a Certification in Control Self - Assessment. John has presented to the AUL group and comes highly recommended.

**Register Now**

Learn How To Succeed With Your Client  
And  
Become Eligible To Win A 2 ½ Day IIA Seminar

We ask that you register in advance for the Consulting Session. To register, contact Jennifer Hofstetter via email @ [jennifer\\_hofstetter@conseco.com](mailto:jennifer_hofstetter@conseco.com) or phone @ (317) 817-6714.

Price of Session:

\$200 for members of IIA registering before March 8, \$225 thereafter  
\$225 for non-members registering before March 8, 2002, \$250 thereafter  
\$50 additional discount for all attendees of second half 2001 sessions

Where:

Main Conference Room @ AUL Building in Downtown Indianapolis, IN

The AUL building is at the Corner of Capital and Illinois Street.

CONTACTS		CLASSIFIEDS
<p style="text-align: center;"><b>OFFICERS</b></p> <p><i>President</i> Chris Lewis LG&amp;E Energy Corp. (502) 627-3363 <a href="mailto:chris.lewis@lgeenergy.com">chris.lewis@lgeenergy.com</a></p> <p><i>Vice President</i> Michele Welscher (502) 500-8357 <a href="mailto:michelewelscher@hotmail.com">michelewelscher@hotmail.com</a></p> <p><i>Treasurer</i> Carl Balderson (502) 627-2366 LG&amp;E Energy Corp. <a href="mailto:Carl.balderson@lgeenergy.com">Carl.balderson@lgeenergy.com</a></p> <p><i>Secretary</i> Bob Boyle Strothman &amp; Company (502) 581-7829 <a href="mailto:rboyle@strothman.com">rboyle@strothman.com</a></p> <p><i>Webmaster</i> Bruce Edwards <a href="mailto:Bruce@bruceedwards.com">Bruce@bruceedwards.com</a></p> <p><b>GOVERNORS</b></p> <p>Kelly Hopper (502) 874-2866 Tricon <a href="mailto:Kelly.Hopper@Tricon-yum.com">Kelly.Hopper@Tricon-yum.com</a></p> <p>Dr. Betty Brown University of Louisville <a href="mailto:Betty.Brown@louisville.edu">Betty.Brown@louisville.edu</a></p> <p>Lynn Hillebrand Stock Yards Bank <a href="mailto:Lynn.Hillebrand@syb.com">Lynn.Hillebrand@syb.com</a></p> <p>Dave Heilman LG&amp;E Energy Corp. <a href="mailto:Dave.heilman@lgeenergy.com">Dave.heilman@lgeenergy.com</a></p> <p>James Rose Humana Inc. <a href="mailto:Jrose1@Humana.com">Jrose1@Humana.com</a></p> <p>Jerald Miles (502) 574-3256 City of Louisville <a href="mailto:Jmiles@louky.org">Jmiles@louky.org</a></p> <p>Don Whitehouse (502) 588-3842 <a href="mailto:Don.whitehouse@cacky.com">Don.whitehouse@cacky.com</a></p> <p>Bruce Edwards <a href="mailto:Bruce@bruceedwards.com">Bruce@bruceedwards.com</a></p>	<p style="text-align: center;"><b>CHAIRMANSHIPS</b></p> <p><i>Academic Relations</i> Don Whitehouse Commonwealth Industries, Inc. (502) 588-3942 <a href="mailto:don.whitehouse@cacky.com">don.whitehouse@cacky.com</a></p> <p><i>Attendance/Hospitality</i> Jerald Miles City Of Louisville (502) 574-3256 <a href="mailto:jmiles@louky.org">jmiles@louky.org</a></p> <p><i>Government Relations</i> Phil Bezehertny Ky Office of the Auditor of Public Accounts (502) 573-0067 <a href="mailto:pbezehertny@kyauditor.net">pbezehertny@kyauditor.net</a></p> <p><i>CIA Program</i> Carl Balderson LG&amp;E Energy Corp (502) 627-2366 <a href="mailto:carl.balderson@lgeenergy.com">carl.balderson@lgeenergy.com</a></p> <p><i>Editorial/Newsletter</i> Michele Welscher</p> <p><i>Audit</i> Betty Brown University of Louisville (502) 852-4889</p> <p><b>Membership</b> OPEN</p> <p style="text-align: center;"><b>WE NEED YOUR HELP !</b></p> <p><b>Make our chapter better than ever by volunteering your time. Contact Chris Lewis at ( 502) 627-3363 for more information.</b></p>	<p style="text-align: center;"><b>Jefferson Wells</b></p> <p style="text-align: center;">.....</p> <p style="text-align: center;"><i>Providing a progressive blend of operating and consulting solutions to internal audit, financial, and tax departments nationwide.</i></p> <p>As a high quality and affordable alternative to Big Five firms for a range of quality services, <b>Jefferson Wells</b> is rapidly becoming the leader in providing Internal Audit solutions to our growing client base.</p> <p>Our team of seasoned professionals partner with Internal Audit departments to assist in addressing routine and complex IT Audit issues, financial and operational audit challenges, compliance projects, fraud investigations, and special projects requiring unique skill sets.</p> <p>We also provide audit personnel to assist the internal audit department with staffing challenges, and assist you in meeting your annual audit plans. Other services offered by <b>Jefferson Wells</b> include Enterprise Systems Services, Accounting, and Tax Accounting.</p> <p>For more information about <b>Jefferson Wells</b> services, please visit our <a href="http://JeffersonWells.com">Jefferson Wells.com</a> web site, or call us at 513-421-2100 and ask for either Tim Kelly or Jacqueline Bauereis. You can also write us at Jefferson Wells, 312 Walnut St., Suite 1020, Cincinnati, Ohio 45202.</p>

**CALENDAR OF EVENTS**  
**IIA 2001 – 2002 Meeting Schedule**

Mark the following dates on your calendar for the monthly meeting of the Louisville Chapter of IIA. (Speaker and topic listed ):

Date	Speaker	Topic
January 8, 2001	Rebecca Jackson	To be announced
February 12, 2002	Kim H. Burse, CPA President & CEO of the Louisville Development Bancorp, Inc.	Activity of the Bank and the auditing functions relative in the banking industry.
March 12, 2002	Nancy Wong Department of Commerce, Washington, D.C.	Critical Infrastructure Assurance Organization
April 9, 2002	Dave Richards, CIA Audit Manager of Internal Audit First Energy and Chairman of the Board of the IIA	The New Audit Consultant
May 14 , 2002	Star of Louisville Cruise	Networking

**IIA National Events**

**January**

- 14-16** Industry Audit Series: Gaming Conference, Las Vegas, Nevada, United States
- 21 – 25** Seminars, Phoenix, Arizona, United States
- 28 - 30** Government Public Seminars, Albuquerque, New Mexico, United States

**February**

- 4 – 6** **New!** Privacy Conference, Orlando, Florida, United States
- 11-15** Introduction to SAP Audit Seminar, Chicago, Illinois
- 18-22** Security, Auditability, and Control of PeopleSoft Systems Seminar, Columbus, Ohio, United States

For more information, log-on to [www.theiia.org](http://www.theiia.org)

## **Louisville IIA Chapter Presents Fraud Detection Seminar**

The Louisville Chapter of the IIA presents a two-day seminar "Fraud Detection Using Data Analysis" featuring Mark Nigrini, February 19-20, 2002, in Louisville, Ky.

This seminar is designed for auditors and managers who want to apply state-of-the-art data analysis techniques to their audits. The seminar begins with high-level overview tests and drills deeper to the data searching for abnormal duplications of digit combinations, numbers and relationships between numbers and observations.

Mark Nigrini is a Research Fellow at the Ernst & Young Center for Auditing Research and Advanced Technology at the University of Kansas. His current research focuses on using Digital Analysis for continuous audit.

The cost of the seminar is \$350 for IIA members, \$400 for non-members and includes study materials, continental breakfast, lunch, and afternoon snacks.

The course offers 16 hours of CPE. For more information or to register, contact Carrie Ramsey at [Carrie.Ramsey@lgeenergy.com](mailto:Carrie.Ramsey@lgeenergy.com).