

DERBY CITY DISCLOSURES



LOUISVILLE IIA CHAPTER

April, 2006

PRESIDENT'S MESSAGE

Hello to All!

I can't get over the fact that people just don't believe me when I say that I had George Mason in my Final Four Bracket. Unfortunately, I missed the deadline for entering my bracket picks. Okay, stop laughing-basketball is no April Fool's joke here in Kentucky! At least we had one team playing in a Final Four game.

Thanks to Bruce Edwards of the University of Louisville for his presentation last month, and to all of those who attended. It was a very informative session. Thanks Bruce!

Bring your backpacks and get ready for a pop quiz! In keeping with the academic theme, we will be having two University of Louisville Accounting Professors speak on the research that they are doing on Sarbanes Oxley. It is almost like a back-to-school session! We have heard and read many perspectives on Sarbanes Oxley, and now is the time to hear what the academics are saying. The speakers from University of Louisville will be Drs. Trim Shastri and Benjamin Foster. This will be at a **special time: Wednesday, April 12**. (*The professors had a class conflict and could not make it on a Tuesday*).

Additionally, in **May** we are going to have a presentation at the **Jefferson Club** presented by Rocco Tarasi of Resources Global Professionals.

Also, please be on the lookout for another training session we are going to have in May. This will be formalized in the coming weeks and I am sure that you find it informative and interesting.

Thanks, and Happy April!!

Dwayne K. Dowell
Chapter President

NEXT MEETING:

Wednesday, April 12, 2006

at the **Bristol Downtown**

**An Overview of Audit Processes Relating to SOX Section 404
Internal Control Reporting and Associated Costs**

See page 2 for details

APRIL MONTHLY MEETING

An Overview of Audit Processes Relating to SOX Section 404 Internal Control Reporting and Associated Costs

Trim Shastri & Ben Foster
University of Louisville

Wednesday, April 12, 2006

12:00 noon, 11:30 registration

1 CPE hour

(certificates available upon request)

Bristol Bar & Grille Downtown

614 West Main Street
(parking will NOT be validated)

Cost: \$20.00

Use PayPal at www.iialou.org or remit at meeting

RSVP by THURSDAY, April 6, 2006

Carrie Ramsey

Office: 627-4738

Fax: 217-2447

carrie.ramsey@eon-us.com

Menu selections:

TURKEY RUEBEN

Smoked turkey breast grilled with sauerkraut, Swiss cheese and Thousand Island dressing. Served with chips.

SOUTHWESTERN PASTA

Penne tossed with a sauce of tomatoes, bell peppers, onions & green chilies. Topped with Monterey Jack cheese & sour cream.

STEEPLECHASE SALAD

Fried boneless chicken breast topped with melted Jack cheese over fresh greens with hard-boiled egg, tomato wedges, and cucumber with Honey mustard dressing.

About Trim . . .

Trim Shastri, an Assistant Professor at UofL, is a CIA, CA (Canadian Chartered Accountant), CMA. He has a PhD in Accounting from the University of Oklahoma. He has taught in universities in Canada and the US for several years. He has over 15 years of public accounting, management consulting and industry experience, which include as an Audit Partner of then-Ernst & Ernst, Chartered Accountants in Montreal (Quebec), as an auditing examiner of Certified General Accountants Association of Canada, and in accounting positions in manufacturing companies in the automobile, machine tools, aeronautics, and consumer electronics industries. He has co-authored several papers that have appeared in academic and practitioner oriented journals.

About Ben . . .

Ben Foster is a Professor of Accountancy at the University of Louisville, a CPA and a CMA. He obtained a B.A. with a major in accounting from Kentucky Wesleyan College, an MBA from Murray State University, and a Ph.D. in accounting from the University of Tennessee. Ben worked for two local CPA firms for two years and for a rapidly-growing small privately held construction supply company for three years. He has taught at the University level for over 15 years and has been at the University of Louisville for over 11 years. He has authored or co-authored numerous articles published in journals including: The CPA Journal, The Review of Business Information Systems, the Journal of Accounting, Auditing, and Finance, Accounting and Business Research, Accounting, Organizations & Society, Advances in Taxation, Tax Notes, and the Journal of Cost Management.

PayPal is a quick and simple way to pay for monthly IIA meetings. From the chapter web site (www.iialou.org), go to the meeting and seminar schedule page. Click the "pay now" button for the meeting you wish to pay for. If you already have a "PayPal" account, simply verify the amount, enter your log-in and password. *If you don't already have a "PayPal" account*, you will need to fill in the information for new members (similar to other e-commerce web sites such as Amazon). Once you have completed the transaction, you will be sent an e-mail receipt by PayPal and be returned to the Louisville IIA web site. The local chapter also receives an e-mail that tells us you have paid. You will **still need to contact Carrie Ramsey** with your menu choice. **All information is exchanged via HTTPS protocol (secure and encrypted) and remains with PayPal.**

CHAPTER NEWS

Visit www.iiadou.org for more details!!

OFFICERS

President

Dwayne Dowell
Dwayne K. Dowell, P.S.C.
(502) 657-6428
dkdowell@dkdcpa.com

Vice President

Connie Davis
MSD
(502) 540-6380 x 603
davisc@msdlouky.org

Treasurer

Bob Aemmer
E.ON U.S.
(502) 627-4033
Bob.aemmer@eon-us.com

Secretary

Carrie Ramsey
E.ON U.S.
(502) 627-4738
carrie.ramsey@eon-us.com

Webmaster

Bruce Edwards
University of Louisville
(502) 852-4363
Bruce@bruceedwards.com

GOVERNORS

James Rose
Humana, Inc.
Jrose1@humana.com

Don Whitehouse
Insight Communications
Whitehouse.D@insight-com.com

Michele Welscher
Hawkins Company CPA's
michelew@hawkinsCoCPAs.com

Heather DiEnno
E.ON U.S.
(502) 627-4626
heather.dienno@eon-us.com

WELCOME NEW MEMBERS

We have one new member in our chapter. Please welcome Jennifer Vittioe of Humana. Give her a warm welcome when you see her!

A CONFERENCE OF INFINITE POSSIBILITIES - Houston, TX June 18 – 21

Register now for what has historically been one of the internal audit profession's most popular events – the 2006 International Conference. Approximately 2,000 attendees will gather for The IIA's largest annual worldwide professional development opportunity. This will be a conference of infinite possibilities. Click on the "Register Now" link on the IIA's website for more information or to register for the 2006 International Conference.

MEMBERSHIP MADNESS CAMPAIGN - MEMBERS SAVE \$55

From March 1 to April 15, The IIA will be celebrating Membership Madness – and North American Chapters are invited to join in the recruitment wave as we grow The Institute. The chapter with the most referred members wins a free, one-day seminar, and newly referred members will receive a reduced membership rate of US \$85 (a US \$30 savings off normal registration rates) and an application fee waiver (an additional savings of US \$25). All members are encouraged to participate by referring a friend or colleague to join The IIA at this reduced rate. As an added bonus, the chapter that shows the most Membership Madness spirit through photographs may win a digital camera with a photo printing dock!

TIME TO CRACK THE BOOKS

The CIA exam will be here before you know it. The application deadline for the exam is March 31. Parts 1 & 2 will be given on Wednesday, May 17; parts 3 & 4 will be given on Thursday, May 18. More information will be included in the next few newsletters. If you're interested in taking the exam, and for more information, contact Bob Aemmer at bob.aemmer@eon-us.com. And don't forget to check out all the study resources on the IIA's website!

CALL FOR VOLUNTEERS

Add to your resume and help your chapter at the same time! As the end of this IIA year approaches, your chapter is planning for next year. We have some positions open for the 2006-2007 year. If you would like to volunteer for one of these positions, and have fun, please contact either President Dwayne Dowell at dkdowell@dkdcpa.com or Vice President Connie Davis at davisc@msdlouky.org.

CHAIRPERSONS

Academic Relations

Dave Barker
University of Louisville
Dfbark01@louisville.edu

Audit

Jeanne Kennedy
University of Louisville
jmkenn01@gwise.louisville.edu

Membership/ Attendance

Michelle Beumel
E.ON U.S.
michelle.beumel@eon-us.com

CIA Program

Bob Aemmer
E.ON U.S.
Bob.aemmer@eon-us.com

Newsletter Editor

Michele Martin
Equity Residential Prop.
mmartin@eqrworld.com

Government Relations

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Seminars

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NATIONAL NEWS

Visit www.theiia.org for more details!

Headlines from www.theiia.org . . .

Register for the 2006 IIA Webcast series

The 2006 IIA Webcast Series has been announced and registration is now open. Important changes to Continuing Professional Education (CPE) requirements have been implemented this year.

The IIA produces newsletter for government auditors

The IIA released GAP News on March 15. This new newsletter features pertinent hot topics and cutting-edge guidance to help auditors keep in step with challenges unique to the public sector. In this inaugural publication, you can read how government auditors use the Internet to bolster their audits, how to set up a hotline, trends in technology, and more.

IIA Research Foundation celebrates anniversary, releases redesigned newsletter

The IIA Research Foundation celebrated its 30th "Pearl" Anniversary on March 15. The Foundation has consistently set the standard for professional achievement in internal auditing by conducting research, providing resources to The IIA's academic program, and developing products to enhance the professionalism of practitioners. Learn more about the 30th anniversary. Also, read the new and improved Research Foundation Report for a timeline of notable Foundation projects and upcoming initiatives such as the Common Body of Knowledge.

Report released on *The Role of Internal Audit in Sensitive Communication*

Released by The IIA Research Foundation, this report summarizes the results of a survey about communication channels for reporting sensitive matters (whistleblowing) required by the U.S. Sarbanes-Oxley Act of 2002 and the role internal audit plays in testing the effectiveness of such channels.

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 of \$50 for ½ 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.

Did You Know . . .

The IIA's Certified Internal Auditor® (CIA) is the only globally accepted certification for internal auditors.

NATIONAL TRAINING CALENDAR

APRIL, 2006

3 - 7
Seminars,
Chicago, IL

5 - 7
Gaming Conference,
Las Vegas, NV

10 - 14
Seminars,
Baltimore, MD

17 - 20
Seminars,
Toronto, Ontario

MAY, 2006

1 - 5
Seminars,
San Francisco, CA

8 - 12
Seminars,
Chicago, IL

22 - 26
Seminars,
Lake Buena Vista, FL

2005 – 2006 UPCOMING EVENTS Louisville Chapter

4/12/06
Wednesday

An Overview of Audit Processes Relating to SOX Section 404 Internal Control Reporting and Associated Costs

Trim Shastri & Ben Foster
University of Louisville

5/9/06
at the Jefferson Club

SOX Technology
Rocco Tarasi
Resources Global Professionals

Senior IT Auditor Papa John's International

Papa John's International is currently looking for a Senior IT Auditor to conduct information systems audits along with work on special projects with an emphasis in developing value-added recommendations that will significantly enhance and protect the business.

As a Senior IT Auditor you will:

- Manage and perform audits of information system processes and controls to identify risks or opportunities and provide recommendations to the Director of Internal Audit and/or Information Systems' management.
- Review, document, evaluate and test information system general controls, including system development, maintenance procedures, system software and hardware controls, security and access controls, and backup and recovery procedures.
- Review, document, evaluate and test application-specific automated controls on a wide range of software application packages including PeopleSoft to ensure transactions are completely and accurately entered and properly processed by application system(s).
- Consult with Information Systems' management during pre-implementation reviews of systems being developed, implemented or converted.
- Prepare audit reports on findings and recommendations.
- Assist in the continuous improvement of information systems' processes and controls.
- Promote risk management awareness throughout the Information Systems department.

You will get our attention if you have Big Four public accounting experience, or have an advanced certification, such as CISA, CPA or CISSP.

- Knowledge of PeopleSoft Enterprise products, specifically Financials and Human Resources.
- Knowledge of web-based systems and client server technology.
- Knowledge of remote access controls and security concepts.
- Knowledge of Oracle databases.
- Knowledge of Sarbanes-Oxley Act of 2002, Section 404 requirements.
- Proficient working knowledge of MS Office products, including Word, Excel and Access, and Visio flowcharting software.
- Bachelors degree in Business, Information Systems or Accounting required.
- Two (2) to four (4) years experience auditing information systems required.

Papa John's operates nearly 3000 restaurants worldwide. We offer a competitive benefits and compensation package. This position does not require extensive travel. There is no travel anticipated for this position.

To apply for this position please visit our website at www.papajohns.com/careers

Papa John's is an equal opportunity employer

Internal Auditor
Churchill Downs Incorporated

SUMMARY

Examines and analyzes financial, operating and administrative records of CDI and subsidiaries to determine the organization's compliance with Company financial, operating and administrative policies and procedures. Reports to Director of Internal Audit.

ESSENTIAL DUTIES AND RESPONSIBILITIES include the following. Other duties may be assigned.

- Perform detailed account testing and financial analysis.
- Perform analytical reviews.
- Assist with the compilation of audit reports for senior management and the board of directors' audit committee.
- Assist in planning and developing strategy for performing audit, including developing audit plans and programs.

Assist in detailed analysis of existing conditions and assess areas of risk and identify areas where operational efficiencies can be achieved.

EDUCATION and/or EXPERIENCE

Bachelor's degree (B. A.) in Accounting or Finance from four-year college or university CPA or certification preferred, & 3 years of internal auditing experience. Ability working within an independent working environment a plus. Proficient with Microsoft Excel, Word, PowerPoint and accounting software. Strong organizational skills and attention to detail with an understanding of finance and business. Candidate must also have the ability to effectively communicate with various levels of employees including senior management and board members.

Resumes should be emailed to: cdijobs@kyderby.com

Financial and Contract Auditor

E.ON U.S. LLC

Position Purpose

The Financial and Contract Auditor is charged with provision of independent, objective assurance and value added consulting for improvement of the organization's Financial and Contract systems and operations. The Financial and Contract Auditor helps our internal customers accomplish their objectives by bringing a systematic, disciplined and timely approach to evaluate and improve the effectiveness of risk management, control, and governance processes.

Major Accountabilities

- This position is responsible for but is not limited to effectively handling multiple audits and tasks simultaneously individually or in a project/team environment and assisting or coordinating general overall administration of the audit; time and audit schedule performance; work paper organization/compilation; and client and departmental meetings. With consultation from Management and Senior Auditors, progression in the growth of skills and competencies is made to act independently under general direction.
- Performs the audit in accordance with the approved audit work program; Company policies, procedures and standards; and generally accepted accounting/information systems auditing techniques.
- When applicable directs, counsels, and instructs other auditors assigned to the audit project and reviews their work for sufficiency of scope and for accuracy.
- With consultation from Management or Senior Auditors, plans or assists in planning the theory and scope of audits by developing an understanding of business objectives, functions, and activities; identifies applicable laws, regulations, and Company policies; uses the internal control framework when applicable, and other tools to prepare comprehensive audit programs to identify the key control points to evaluate the adequacy and effectiveness of the management controls over those activities.
- With the assistance of Management or Senior Auditors identifies and evaluates audit risk areas and appropriately directs and redirects audit emphasis to achieve adequate audit coverage.
- Prepares formal written reports, as requested, expressing opinions on the adequacy and effectiveness of the system and the efficiency with which activities are carried out. Presents technical information in layman's terms to aid in understanding of issues. Audience will include senior and executive level management and may include the Board of Directors' Audit Committee.
- Makes, or assists in making, oral or written presentations to management, as necessary, during and at the conclusion of the examination, discussing audit findings, recommending corrective action, and suggesting improvements in operations and reductions in cost. Audience may include senior and executive level management.
- In consultation with Management appraises or assists with appraising the adequacy of the corrective actions taken by clients to improve deficient conditions.
- Conducts oneself in a professional manner. Provides appropriate, timely feedback to peers, management, clients, and others. Presents feedback, opinions, suggestions and issues in a positive light, always striving for a win-win solution. Meets deadlines for routine administrative tasks such as status reports and time entry without supervision. Attends and contributes to team and departmental meetings as requested.
- Possesses the ability to work with confidential or sensitive matters
- Approaches position with a team attitude. Supports team and department initiatives. Adjusts personal and team contributions to the changing conditions throughout the year as dictated by E.ON requirements, regulatory drivers (such as Sarbanes-Oxley), and Finance Department objectives.
- Performs other duties as assigned by manager.

Recommended Education/Experience

Bachelor's degree in accounting or business-related field required. Two to five years experience in auditing or accounting is necessary. Equivalent experience may be considered. Relevant professional certification is preferred.

To apply for this position please visit our website at <http://www.eon-us.com/careers/default.asp>

Equal Employment Opportunity Employer