

DERBY CITY DISCLOSURES



LOUISVILLE IIA CHAPTER

October 2008

Dear Louisville IIA Members and Non-Members,

What a great way to start off the chapter year – 63 people attending our first meeting to hear Charlie discuss local fraud issues! I've been told that meeting set a record attendance, at least in recent history. Thanks to all who attended.

This month's meeting should be another interesting topic; it is one that was highly requested during our annual survey process. At our next meeting, Rich Williams and Eric George, from Ernst & Young, will be discussing the risk assessment process and touching on Internal Audit's role in Enterprise Risk Management. I encourage everyone to grab a co-worker and head out for this one.

We've also finalized our roundtable discussion for October 28, 2008. It will be a panel format to discuss the upcoming changes to the Professional Practice Framework and what that means for IA shops and the Quality Assessment Review (QAR) process. We'll have a representative from industry, IIA, and from a firm who performs QARs. Thanks to Kevin Hitchcock & Jodi Renn for coordinating this one – not an easy task. Please see the additional information included in the newsletter.

All the best,

Corey Koellner
Chapter President

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.

OCTOBER MONTHLY MEETING

Risk Assessment

Rich Williams & Eric George
Ernst & Young

Tuesday, October 14, 2008

12:00 noon, 11:30 registration

1 CPE hour

(certificates available at meeting or contact

[Tim Brown](#))

Bristol Bar & Grille Downtown

614 West Main Street
(parking will NOT be validated)

Cost: \$20.00 member / \$25 non-member

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

RSVP with your menu selection by

Thursday, October 9, 2008 to

Tim Brown

Office: 627-4580 Fax: 217-4003

membership@iialou.org

Entrée Menu Selection:

Blackened chicken caesar salad

Crab cake sandwiches

Linguini pietro (vegetarian option)

About Rich and Eric. . .

Rich is a Senior Manager in the Advisory Practice within Ernst & Young with over 20 plus years experience in such industries as manufacturing (automotive, heavy equipment, plastic), pharmaceuticals, technology, service, distribution, and financial Services. Rich has a BS in Accounting from Central Michigan University and an MBA from Ashland University. Also, Rich has CISA and APICS certifications.

Eric is also a Senior Manager in the Advisory Practice within Ernst & Young. Eric has over ten years of experience in auditing, with seven years working for Big 4 firms in both the internal audit area and Core Assurance practice and three years working in private industry internal audit. Eric has experience in multiple industries, but primary experience has been with manufacturing, financial services/banking and pharmaceutical. Eric has developed experience that includes internal control design/framework, understanding of risk universe, performing risk assessments, internal audit structure/design, business process and technical analysis capabilities, deep understanding of GAAP and related accounting principles. Eric has a BA in Business Administration (Accountancy) from the University of Cincinnati, and has a CPA certification.

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 Tim Brown** with your menu choice. All information is exchanged via HTTPS protocol (secure and encrypted) and remains with PayPal.

LOUISVILLE CHAPTER NEWS

Visit www.ialou.org for more details!!

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Welcome New Members

Four new members! Please welcome: Sara Cunningham, Kevin Mincek, and Teresa Ward of JJB Hilliard, WL Lyons, Inc; and Laura Olliges of the Presbyterian Church USA.

Junior Achievement

If you have an interest in teaching Junior Achievement to elementary, middle, or high school students – or - if you already plan to participate in Junior Achievement (teaching a class or helping with a fundraiser) anytime from June 1, 2008 – May 31, 2009, please email Derrick.Singletary@syb.com. The IIA would like to know of Louisville chapter members participating in Junior Achievement this year. For more information on Junior Achievement and needs in the Kentuckiana area, please go to <http://www.jaky.org/>.

CIA Review Course

The IIA is partnering with Sullivan University to offer a CIA review course. The class will start on October 4, 2008 and run five consecutive Saturdays, finishing on November 1, 2008. For more information, please contact Don Justice at djustice@sullivan.edu or visit the Sullivan University website at <http://www.sullivan.edu/cia/>.

IIA / ISACA Student Reception

As a reminder to members to stay tuned, the annual IIA / ISACA Student Reception will be held in January 2009 at the University of Louisville. Volunteers will be needed, and an exact date will be determined during the late October / early November time frame.

2008 Central Regional Conference

The 2008 Central Region Conference will be held November 2-5 at:

Hilton Columbus at Easton Town Center
3900 Chagrin Drive
Columbus, Ohio 43219

The theme of the conference will be *Navigating Auditor Skills in the New World Economy*. Reservations can be made via www.hiltoncolumbus.com or by calling 1-800-445-8667.

Electronic Survey Results

Thank you to all who took time to complete the electronic meeting survey. We will consider all comments as we plan future meetings and appreciate any feedback. The winner of the \$20 gift card is Fernando Rubio with EON-US. We will present the gift card at the October 14th meeting.

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2008-09 Calendar of Events

Louisville Chapter of the IIA

*additional seminars to be added as confirmed

- October 14, 2008** **Rich Williams & Eric George, Ernst & Young**
- Risk Assessment (1 CPE)
- October 28, 2008** **Debbie Shelton, Kimberly Hock and Chad Stone**
- Roundtable Discussion (2 CPEs)
- November 11, 2008** **Crit Luallen, Auditor of Public Accounts**
- TBD (1 CPE)
- December 5, 2008** **Christopher Bauer, Speaker/Training**
- Ethics and Values Statements Seminar (5.5 CPEs)
- December 9, 2008** **Keith Wojcieszek, Secret Service**
- Counterfeiting (2 CPEs)
- January 13, 2009** **Elizabeth Burkhart, PricewaterhouseCoopers**
- IFRS (1 CPE)
- February 10, 2009** **Robbie Chitwood, Resources Global Professionals**
- Social Networking (1 CPE)
- February 20, 2009** **Hernan Murdock, MIS Training Institute**
- Using Risk Assessment to Build Individual Audit Programs Seminar (7 CPEs)
- March 10, 2009** **Bob Miller, Municipal & Financial Services Group**
- Governance (1 CPE)
- April 14, 2009** **Paul Tirey, Lisa Buckner and Tim Brown – E.ON U.S.**
- Continuous Auditing (2 CPEs)
- May 15, 2009** **Brandy Baltz, Harrah's Entertainment - Horseshoe**
- Social Meeting (1 CPE)

OTHER NEWS...

The CAP Chat:

We continue to be ahead of our goal at this point in the year. We were very excited to have such strong attendance at the chapter meeting on 9/9. Although overall attendance was strong, member attendance was lower than our goal which is reflected in the -2 variance for service to members.

Just as a reminder, the three key areas evaluated are service to members, service to profession and chapter administration with the "Gold Status" requiring a minimum of 1560 points for the year (June 1, 2008 – May 31, 2009). However, the Louisville Chapter has established a Chapter CAP Goal for the year of 1655 points. For the complete YTD budget versus actual results, please see below.

IIA Louisville Chapter - CAP Goal Summary YTD							
BUDGET					YTD Actual	YTD	
JUNE	JULY	AUG	SEPT	TOTAL	TOTAL	Variance	
SERVICE TO MEMBERS	-	5	-	32	37.00	35.43	(2)
SERVICE TO PROFESSION	27	27	84	38	175.57	208.47	33
CHAPTER ADMINISTRATION	42	20	60	44	166.00	190.00	24
CAP TOTALS	69	52	144	114	379	433.90	55.33

A Note to CIA or potential CIA Candidates

A reminder of the timing involved when applying for your CIA certificate. After successful completion of the exam and required documentation is submitted to the IIA, it may take some time to process your data and receive your certificate. Certificates are printed and mailed to the various IIA chapters/institutions on a quarterly basis. Below is a schedule included in the IIA Certification Candidate Handbook regarding the final processing time. Any revisions to your information on file with the IIA must be completed before the indicated date.

- Candidates certified in January, February, or March must update their information by April 10; their certificates will be shipped to their chosen chapter/institute in May.
- Candidates certified in April, May, or June must update their information by July 10; their certificates will be shipped to their chosen chapter/institute in August.
- Candidates certified in July, August, or September must update their information by October 10; their certificates will be shipped to their chosen chapter/institute in November.
- Candidates certified in October, November, or December must update their information by January 10; their certificates will be shipped to their chosen chapter/institute in February.

Note: Any changes requested after the dates specified above will require a \$50 USD certificate reprint fee."

Don't forget, this doesn't include the time it takes them to approve your original application for certification, which will vary depending on the number of applications received.

If you wish to know the status of your certification, you may go to the IIA website and type CCMS into the search field. You will then be able to log in and view your progress.

Professional Practices Framework and Quality Assessment Reviews

Panel Forum

When: Tuesday, October 28, 2008 2 – 4 pm
Where: E.ON US Building – 220 West Main Street, 12th Floor Assembly Room
CPE: 2 Hours
Cost: \$40 Members; \$50 Non-members (please register via secure PayPay link on Meetings and Seminars page)

Join the Louisville IIA Chapter as a panel of expert practitioners discuss their perspectives on recently enacted changes to the IPPF and how they are expected to affect the mindsets and work protocols of internal audit professionals and departments. Discussion will also be given to how the changes will necessitate requirements to ensure favorable external Quality Assessment Reviews (QAR). An audience question-and-answer and open discussion session will immediately follow. This is a timely and highly relevant topic sure to affect all audit shops large and small, across the landscape of industries and specialties. You won't want to miss it!

Light refreshments will be available.

Forum Leaders and Bio's are as follows:

Debbie Shelton, CIA, CISA, CFE, CICA
Director, Audit Services

Debbie is the Director, Audit Services at E.ON U.S. LLC, responsible for the internal audit function. Debbie has an information technology background with 16 years of experience in pharmaceutical manufacturing, retail grocery, and electric and gas utilities systems. She has been with E.ON U.S. for 12 years, beginning in IT in 1996 and transferring to Audit Services in 2001. She has directed the department for five years. Debbie graduated from Bowling Green State University in Bowling Green, Ohio with a bachelor's degree in Management Information Systems, and from Indiana University with a master's degree in Business Administration. She holds the following audit-related certifications: Certified Internal Auditor, Certified Information Systems Auditor, Certified Fraud Examiner, and Certified Internal Controls Auditor. Debbie has been a member of the Louisville Chapter of the IIA for seven years.

Kimberly A. Hock, CIA, CFSA
Director of Risk Management

As the Director of Risk Management for Convergent Wealth Advisors, Kimberly Hock is responsible for developing and maintaining the company's enterprise risk management program, in addition to assisting the company in strengthening internal controls and improving the overall operational business performance.

Kimberly's entire twenty year career has been in positions relating to risk management, internal audit, regulatory compliance, and corporate governance. Most recently, Kimberly was the Corporate Internal Auditor for BioVeris Corporation, a biotech and capital manufacturing firm. Kimberly earned a Bachelor of Science degree in Business Administration from Clarion University of Pennsylvania in 1987 and is also a Certified Internal Auditor and a Certified Financial Services Auditor. She is also actively involved in the local Washington D.C. chapter of the IIA and has served on the IIA's international board of directors in addition to numerous committees. Currently she serves on the Internal Auditing Standards Board.

Chad Stone, CIA, CPA
Director, Protiviti

Chad is a Director with Protiviti and a member of the Great Lakes Regional leadership team. Chad leads the firm's internal audit practice for the region. He has over 16 years experience in internal audit, risk management, internal audit transformation, enterprise risk management and project management. Prior to joining Protiviti, Chad spent 15 years working with Big 4 firms in Chicago and Cincinnati. Chad is a Certified Internal Auditor and Certified Public Accountant and graduated with an Accounting degree from the University of Iowa and an MBA in Finance from the University of Chicago.

Louisville IIA Chapter Seminar Opportunity: Ethics and Values Statements (Two Integrated Programs)

When: Friday, December 5, 2008
Where: Sullivan University Louisville Campus
Cost: Members - \$200 (Ethics and Values Statements) / \$125 (Ethics Only)
Nonmembers - \$225 (Ethics and Values Statements) / \$150 (Ethics Only)
CPE credits: 5.5 for both programs
Includes: Continental breakfast, lunch and dessert, and materials.
Presenter: Christopher Bauer, PhD

Morning Ethics Program (3 CPE Credits) – 8:30 am Breakfast, Program 9 am - Noon

This won't be a review of the ethics code, case studies, or case law! Instead, it will be a unique program designed to help assure that you and your entire organization are able to truly 'walk the talk' of great ethics.

Ethics and fun aren't two words you normally hear in the same sentence. However, Dr. Christopher Bauer has been making professional ethics both straightforward and fun for international audiences for more than twenty-five years. He will talk about ethics differently than you have probably ever experienced before. The tone will be conversational and the ideas immediately applicable. You will leave with easy, practical ideas and tools to reduce your risk for ethical and legal difficulties while simultaneously reducing the risk of your colleagues, coworkers and entire organizations.

What will you learn? This surprisingly humorous program will show you the ethics risks you never knew you had and what you can do right now to make sure those risks don't turn into potentially extremely costly problems. You'll also learn how to re-think your definition of ethics so that you can work through ethical challenges more easily, how to help yourself, colleagues, and coworkers keep ethical principles constantly in mind throughout the course of day-to-day decision-making, the essential do's and don'ts of confronting others on ethics issues, do's and don'ts of consulting on ethics concerns, and much, much more.

Afternoon Values Statements Program (2.5 CPE Credits) – 1:00 – 3:30 pm

Ultimately, our core values - whether stated, unstated, or misstated - actually drive all business decisions and are integral to every aspect of our performance on the job. Yet, neither most companies nor most accounting or auditing departments have values statements or, if they do, they have been written as a PR-type document rather than as a strategic tool able to drive better leadership, management, and achievement. Auditing professionals are even less likely to have personal values statements than are their companies or departments. Yet, creating one in the right way has incredible power to drive our achievement and satisfaction both on and off the job.

This program will provide you with the basics of writing (or re-writing) and implementing a values statement that will bring significant additional power to your leadership and management skills as well as an improved focus to the entire range of your professional activities. Time will also be taken to discuss ways to use personal values statements to increase your success and life-satisfaction while simultaneously improving performance on the job. Powerful stuff!

About Chris...

Christopher Bauer is a licensed psychologist with over twenty-five years of experience as a trainer, speaker, author, and consultant. Between coaching, speaking and consulting, he has worked with front-line workers to senior executives and everyone in-between. Clients of Dr. Bauer have run the gamut from small- and medium-sized businesses and organizations to every level of staff and management at Fortune 500 corporations.

Although ethics and fun are not words typically found in the same sentence, Dr. Bauer's programs have long been helping international audiences build and maintain great ethics while having a terrific time. His keynotes and seminars are frequently billed as "Serious Ethics Programs That'll Make You Laugh!"

Dr Bauer's articles on how to build and maintain great professional ethics have appeared in such journals as CEO Refresher, CFO Magazine, and many others. The latest edition of his book, "Better Ethics NOW: How To Avoid The Ethics Disaster You Never Saw Coming" has been a business ethics Top Seller on Amazon.com and he publishes a free "Weekly Ethics Thought" seen by thousands of subscribers worldwide.

Because of his unique contribution to the prevention of ethics problems, Dr. Bauer has been recognized with the prestigious Certified Fraud Specialist designation by the Association of Certified Fraud Specialists.

Additional information on Dr. Bauer's programs as well as a free subscription to the Weekly Ethics Thought is available at his website (www.bauerethicsseminars.com).

Payment information is as follows:

Organization _____ Address _____

Number of Member(s) Attending: _____ x \$200 (full day) = _____ Total to Remit

Number of Nonmember(s) Attending: _____ x \$225 (full day) = _____ Total to Remit

Number of Member(s) Attending: _____ x \$125 (Ethics-only) = _____ Total to Remit

Number of Nonmember(s) Attending: _____ x \$150 (Ethics-only) = _____ Total to Remit

For lunch, please indicate your selection:

Sliced Roast Beef Sandwich _____

Roasted Vegetable and Hummus Sandwich _____

Grilled Chicken Caesar Salad with Roll (no side included) _____

Vegetarian _____

Name(s) of Attendee(s):

_____	_____
_____	_____
_____	_____
_____	_____

Remit Payment to: Louisville Chapter of IIA P.O. Box 70092 Louisville, KY 40270
Or pay via PayPal through the Chapter website at <http://www.ialou.org/meetsem/meetsem.htm>.

National IIA News and training opportunities links:

News

Training

[Florida Magazine Association Bestows Internal Auditor
with Top Honors](#)

[The IIA CIA Learning System](#)

[Stay informed on Governance issues at The Institute of
Internal Auditors](#)

[E-Learning](#)

[CBOK of the Month: All in a Day's Work](#)

[Executive Development](#)

JOB OPPORTUNITIES AVAILABLE

Ernst & Young LLP Technology & Security Risk Services Senior Louisville, KY

Ernst & Young, a global leader in professional services, is committed to restoring the public's trust in professional services firms and in the quality of financial reporting. Our 107,000 people in 140 countries pursue the highest levels of integrity, quality, and professionalism in providing a range of sophisticated services centered on auditing, accounting, tax, and transactions. We strive to help all of our people achieve both their professional and personal goals through an inclusive environment that values everyone's contributions, appreciates diversity of thought, fosters growth, and provides continuous opportunities for development. Recognized by organizations such as Fortune, Working Mother, and Training magazine, Ernst & Young continually strives to be a great place to work

Job Description: Within EY's Technology & Security Risk Services (TSRS) practice, the Senior participates in and supervises multiple client engagement teams and other related activities. Engagements focus on the assessment and/or evaluation of Information Technology (IT) systems and the mitigation of IT-related business risks. Engagements may be either assurance (attestation) and/or risk advisory in nature, and vary considerably in size and complexity. All of our TSRS services, whether assurance or advisory in nature, are designed for the dual purpose of strengthening internal controls and, in so doing, helping to improve IT and business performance. In addition to assurance-related engagements such as financial attestation and SAS 70 engagements, our IT risk advisory services focus on IT governance and effectiveness; IT program management and assurance; security and controls of Enterprise Resource Planning (ERP) implementations; and business intelligence and information analysis. This professional serves as a fieldwork leader to assist clients in employing proper information systems, resources, and controls to maximize efficiencies and minimize risk. The successful candidate will work with client personnel to analyze, evaluate, and enhance information systems facilitating the business internal control process, and will assist clients and other TSRS professionals in performing information technology control and security engagements.

Responsibilities: Collaborate with other members of the engagement team to plan the engagement and develop work program timelines, risk assessments, and other planning documents. Work with the engagement team to document the business processes dependent on information technology. Serve as a fieldwork leader by directing the daily progress of fieldwork, informing supervisors of engagement status, and managing staff performance. Demonstrate and apply a thorough understanding of complex information systems. Use knowledge of the current IT environment and industry IT trends to identify the engagement and client service issues, and communicate this information to the engagement team and client management through written correspondence and verbal presentations. Demonstrate and apply strong project management skills, inspire teamwork and responsibility with engagement team members, and use current technology and tools to enhance the effectiveness of deliverables and services.

Ernst & Young LLP, an equal opportunity employer, values the diversity of our work force and the knowledge of our people.

Qualifications: To qualify, candidates must have:

- a bachelor's degree and approximately 2 years of related work experience; or a graduate degree and approximately 1-2 years of related work experience
- a degree in business, accounting, finance, computer science, information systems, engineering, or a related discipline
- a minimum of 18 months of experience working as an IT auditor or IT risk adviser for a public accounting firm, a professional services firm, or within industry
- significant experience in applying relevant technical knowledge in at least one of the following engagements: (a) financial statement audits; (b) internal or operational audits; (c) SAS 70 engagements; and/or (d) ERP security and control reviews (Oracle, SAP, PeopleSoft)
- project management skills
- strong written and verbal communication skills and presentation skills
- leadership, teamwork and client service skills
- demonstrated integrity within a professional environment

CPA, CA, CISA, CISSP, CISM, CBCP, CIA or CFE certification is desired; non-certified hires are required to become certified to be eligible for promotion to Manager.