

# Tennessee • 32nd Annual Government Auditing Training Seminars



## Course Calendar and Registration Form

April-May, 2013

Sponsored by:

National Association of State Auditors,  
Comptrollers and Treasurers

Tennessee Comptroller of the Treasury,  
Department of Audit





STATE OF TENNESSEE  
**COMPTROLLER OF THE TREASURY**  
DEPARTMENT OF AUDIT  
SUITE 1500  
JAMES K. POLK STATE OFFICE BUILDING  
NASHVILLE, TENNESSEE 37243-1402  
PHONE (615) 401-7841

February 2013

Fellow CPAs and Colleagues:

Each year brings unique challenges and opportunities for the auditing and accounting profession – 2013 will be no exception. As in the past, we are pleased to bring you the Tennessee Training Seminars, which are designed to provide continuing professional education to keep you up-to-date on the latest standards, technologies and best practices. This will be the thirty-second year for these annual seminars, a testament to their value for accounting professionals across the state. We hope you will be able to join us!

This year's training agenda will include a variety of topics of relevance to your professional endeavors:

- A review of emerging issues in governmental accounting and auditing, including developments from Congress, the U.S. Government Accountability Office, and the U.S. Office of Management and Budget.
- An examination of a principled approach to performing nonaudit services.
- Case studies of fraud, waste and abuse.
- An overview of state-specific ethics laws and rules.
- An update on activities of the Governmental Accounting Standards Board.
- An auditing standards update, including changes you need to know resulting from the American Institute of Certified Public Accountants' Clarity Standards and the newest revision of *Government Auditing Standards*.
- A closer look at audit requirements pertaining to going concerns and fiscal sustainability.
- A review of proposed changes to the single audit process and what they mean for you.

Frank Crawford, president of Crawford & Associates, will be this year's primary speaker. Frank brings a wealth of practical experience to his seminars, and we are very pleased to have him back this year. The two-day seminars will also feature speakers from the Tennessee Department of Audit, including Jerry Durham, Kevin Huffman and Suzzie Singleton. Donald Mills from the Tennessee State Board of Accountancy will present a session on Tennessee-specific ethics laws. Also included on the program is Kinney Poynter, executive director of the National Association of State Auditors, Comptrollers and Treasurers.

The sessions will provide up to 16 credits of NASBA-approved continuing professional education at a very affordable price. Sessions will be held in four locations across the state: Nashville, Jackson, Chattanooga, and Morristown.

Preparing you to efficiently and effectively perform audits of governmental entities is our goal. We hope you will join us for information-sharing, networking and continued learning at the 2013 Government Auditing Training Seminars.

Sincerely,

Richard V. Norment  
Assistant to the  
Comptroller for the  
Department of Audit

James R. Arnette, Jr.  
Director, Division of  
County Audit

Deborah V. Loveless  
Director, Division of  
State Audit

# The Schedule

## DAY ONE

**8:00 - 8:30 a.m.**

**CONTINENTAL BREAKFAST** (provided)

**8:30 - 8:35 a.m.**

**OPENING REMARKS / INTRODUCTIONS**

- **R. Kinney Poynter**, CPA, Executive Director, NASACT

**8:35 - 9:25 a.m.**

**EMERGING ISSUES IN GOVERNMENT ACCOUNTING AND AUDITING**

Like many in the past, this year is shaping up to be another year of change. This session will provide an overview of recent economic, industry, regulatory, and professional developments that impact auditors of state and local governments. Included in this session will be developments from Congress, the U.S. Office of Management and Budget, the Government Accountability Office, and other regulatory bodies.

- **R. Kinney Poynter**, CPA, Executive Director, NASACT

**9:25 - 10:15 a.m.**

**PERFORMING NONAUDIT SERVICES: A PRINCIPLED APPROACH UNDER THE CONCEPTUAL FRAMEWORK**

Auditors have been performing nonaudit services for their clients in conjunction with audits for many years. What, if anything, has changed now that auditors who perform government audits under *Government Auditing Standards* (the Yellow Book) must utilize a new conceptual framework? This presentation will examine a principled approach to performing nonaudit services under the new conceptual framework. A practical illustration will be utilized to document the approach. The approach will be based on AICPA and Yellow Book guidance and should give participants a good feel for what is necessary to remain independent while performing nonaudit services.

- **Jerry E. Durham**, CPA, CGFM, CFE, Technical Manager, Division of Local Government Audit, Tennessee Department of Audit

**10:30 - 11:20 a.m.**

**PUPPIES, ELECTRICITY AND AUDITING STANDARDS**

What do puppies and electricity have in common? Do auditing standards require me to know? Find out the answers to these questions as staff from the Comptroller's Division of Investigations present details on investigations in two very different entities.

As these case studies of fraud, waste and abuse unfold, the seasoned investigators will also share tips, gleaned from many years of auditing and investigating experience, which you may wish to consider during risk assessment as well as other phases of your audit.

- **Kevin Huffman**, CPA, CFE, CGFM, Investigative Audit Manager, Division of Investigations, Department of Audit, Tennessee Comptroller of the Treasury
- **Suzzie Singleton**, CFE, CGFM, Investigative Auditor, Division of Investigations, Department of Audit, Tennessee Comptroller of the Treasury

**11:20 a.m. - 12:10 p.m.**

**STATE SPECIFIC ETHICS FOR TENNESSEE CPAs**

Current laws and rules regulating the practice of CPAs in Tennessee will be discussed, with emphasis on avoiding mistakes which could lead to disciplinary action by the Tennessee State Board of Accountancy.

- **Donald A. Mills**, CPA, CFE, Investigator, Tennessee State Board of Accountancy

**12:10 - 1:00 p.m.**

**LUNCH** (provided)

**1:00 - 4:35 p.m.**

**GASB UPDATE: GOVERNMENT FINANCIAL REPORTING LANDSCAPE CONTINUES TO CHANGE**

As the ever-changing state and local government financial reporting landscape morphs into something nearly unrecognizable to the casual user, preparers, auditors and sophisticated users themselves need to stay aware of the changes and their impacts. In this session, we will look at several standards, including those that will become effective for your fiscal year 2013 financial statements and audits, specifically statements 60 (*Service Concession Arrangements*), 61 (*Financial Reporting Entity*), 62 (*FASB Codification*), and 63 (*Statement of Net Position*). We will also address other standards, although not yet effective, that will impact financial reporting for years to come such as statements 65 (*Items Formerly Reported as Assets and Liabilities*), 67 and 68 (new pension standards), and 69 (*Government Combinations*). Lastly, we will review the GASB's future agenda to get an idea of what to expect in the years to come.

- **Frank Crawford**, CPA, President, Crawford & Associates

## DAY TWO

**8:00 - 8:35 a.m.**

**CONTINENTAL BREAKFAST** (provided)

**8:35 a.m. - 12:10 p.m.**

**AUDITING STANDARDS UPDATE: IS THERE SOMETHING I SHOULD BE WORRIED ABOUT?**

The short answer is *YES*. Entities with fiscal years ending in 2013 must have audits performed in accordance with the AICPA's Clarity Standards, with many audits (if not most) also requiring the auditor to follow the newest version of *Government Auditing Standards* (2011 Yellow Book). This session will pick out a few of the more cumbersome requirements of both and review them in more detail, such as group audits; auditor reporting issues and changes; independence; and skills, knowledge and experience (SKE).

- **Frank Crawford**, CPA, President, Crawford & Associates

**12:10 - 1:00 p.m.**

**LUNCH** (provided)

**1:00 - 2:40 p.m.**

**GOING CONCERNS, FISCAL SUSTAINABILITY, AND FRAUD: WHERE WAS EVERYBODY?**

A number of high-profile government failures have occurred in the last few years, with few warning signs noted. This session will take a closer look at both the financial reporting requirements and audit requirements related to going concern issues, fiscal sustainability issues, and frauds discovered both before and after the financial statement audit is completed. You don't want to be caught with your pencils down when these issues appear.

- **Frank Crawford**, CPA, President, Crawford & Associates

**2:55 - 4:35 p.m.**

**SINGLE AUDIT UPDATE: PROPOSED CHANGES TO THE SINGLE AUDIT AND WHAT THEY MEAN TO YOU**

OMB has released long-awaited proposed changes to the single audit process. It appears this time that the changes will stick. This session will review the proposed changes to the act and various cost circulars and discuss what they may mean for you.

- **Frank Crawford**, CPA, President, Crawford & Associates

Register using this form, [or register online at www.nasact.org](http://www.nasact.org) under the "Conferences and Training" tab.

## Registration Form

Name \_\_\_\_\_

Badge Name \_\_\_\_\_

Title \_\_\_\_\_

Organization \_\_\_\_\_

Address \_\_\_\_\_

Address \_\_\_\_\_

City \_\_\_\_\_ State \_\_\_\_\_ Zip \_\_\_\_\_

Phone \_\_\_\_\_ Fax \_\_\_\_\_

Email \_\_\_\_\_

FEE: \$315 per person. This fee includes continental breakfast, lunch, and all session materials. Please let us know if you have any special dietary needs.

**Please send a separate form for each attendee.**  
Mail to address below or fax to (859) 278-0507.

## Payment Method

Choose one:

Check enclosed

Credit card

Circle one: (Visa MC Amex Disc)

Card No. \_\_\_\_\_

Exp. Date \_\_\_\_\_

Name on Card \_\_\_\_\_

Signature \_\_\_\_\_

**Refund/Cancellation Policy:** Refunds will be given for cancellations, minus a \$25 fee. **All fees must be paid prior to attending any session.**

Make check payable to NASACT and mail to: NASACT,  
449 Lewis Hargett Circle, Suite 290, Lexington, KY 40503.

For additional information about this event, call (859) 276-1147  
or visit [www.nasact.org](http://www.nasact.org).

## Choose one of the following session dates:

**April 23-24, Nashville, Tennessee**  
One Century Place Conference Center  
(formerly the Willis Conference Center)  
26 Century Boulevard

**April 25-26, Chattanooga, Tennessee**  
University of Tennessee – Chattanooga  
University Center, Chattanooga Room

**May 13-14, Morristown, Tennessee**  
Walters State Community College  
Student Services Building  
International Lyceum Auditorium

**May 16-17, Jackson, Tennessee**  
Doubletree Hotel  
Andrew Jackson Ballroom

**NOTE:** Participants should make their own arrangements for lodging. No location changes are allowed within ten days of any session.



The National Association of State Auditors, Comptrollers and Treasurers is registered with the National Association of State Boards of Accountancy (NASBA) as a sponsor of continuing professional education on the National Registry of CPE Sponsors. State boards of accountancy have final authority on the acceptance of individual courses for CPE credit. Complaints regarding registered sponsors may be addressed to the National Registry of CPE Sponsors, 150 Fourth Avenue North, Suite 700, Nashville, TN, 37219-2417 or by visiting the web site: [www.nasba.org](http://www.nasba.org).

**Program Objective:** Following this training, attendees will:

- Be aware of recent developments from the U.S. Office of Management and Budget, U.S. Government Accountability Office, and Congress.
- Know how to determine, detect and defend against fraud.
- Understand ethics laws and rules specific to Tennessee.
- Understand changes resulting from the American Institute of Certified Public Accountants' Clarity Standards.
- Be aware of recently implemented standards from the Governmental Accounting Standards Board and understand common implementation issues.
- Understand changes to Government Auditing Standards.
- Be knowledgeable of changes to the single audit process.

**Level of Knowledge:** Overview.

**Prerequisite:** General understanding of governmental accounting and auditing standards.

**Advance Preparation:** No advance preparation is required.

**CPE:** 16 credits.

**Delivery Method:** Group-Live.

**Complaint Resolution Policy:** Complaints may be directed to: NASACT, 449 Lewis Hargett Circle, Suite 290, Lexington, KY 40503, (859) 276-1147.