I. Catalog Description and Credit Hours of Course:

An introduction to financial auditing: authoritative pronouncements, legal liability, code of ethical conduct, audit procedures, & the types of audit opinions. (3)

II. Prerequisite(s): AC321 with a minimum grade of ‘C’

III. Purposes and Objectives:

A. HCOB Assurance of Learning Goals (AOL)
   1. Proficiency in oral/written communication
   2. Knowledge of the fundamentals of accounting, finance, business law, MIS, marketing, management, and economics
   3. Application of critical thinking skills to business problems and ethical dilemmas
   4. Awareness and understanding of other cultures in a global and diverse environment
   5. Effective use of technology

B. University Study Objectives (US)
   1. Demonstrate the ability to locate and gather information
   2. Demonstrate capabilities for critical thinking, reasoning, and analyzing
   3. Demonstrate effective communication skills
   4. Demonstrate an understanding of human experiences and the ability to relate them to the present
   5. Demonstrate an understanding of various cultures and their interrelationships
   6. Demonstrate the ability to integrate the breadth and diversity of knowledge and experience
   7. Demonstrate the ability to make informed, intelligent value decisions
   8. Demonstrate the ability to make informed, sensitive aesthetic responses
   9. Demonstrate the ability to function responsibly in one’s natural, social, and political environment

C. Upon completion of this course, the student will have developed:
   1. The basis skill and understanding necessary to participate as a team member on a financial statement audit. (US 1, 2, 3 and AOL 1, 2, 3, 4, 5)
   2. An understanding and appreciation of the ethical and legal responsibilities of an auditor. (US 2 and AOL 1, 5)
   3. An awareness of attestation standards and standards for accounting and review services. (US 2 and AOL 1, 4)
   4. A basic knowledge and proficiency of audit related terms and technology. (US 1 and AOL 2, 4)

IV. Student Learning Outcomes:

Upon completion of this course students should be able to:

A. Demonstrate knowledge of the conceptual and legal framework of financial statement audits;
B. Describe auditing standards and procedures;
C. Identify the steps involved in a financial statement audit.
V. Expectations of Students:

VI. Course Content or Outline:

A. Auditing and CPA Profession 3 hrs
B. Types of Audit Reports 3 hrs
C. Attestation Standards & other Reports 3 hrs
D. Professional Responsibilities including Ethics and Legal Liability 6 hrs
E. Audit Standards 3 hrs
F. Risk & Materiality 6 hrs
G. Evidence Gathering and Audit Technology 6 hrs
H. Internal Control Evaluations 6 hrs
I. Statistical & Non-statistical Sampling 3 hrs
J. Auditing in specific Transaction Cycles 6 hrs

Total Hours 45

VII. Textbook(s) and/or Other Required Materials or Equipment:

A. Textbook:

VIII. Basis for Student Evaluation:

A. The evaluation of students will be based on:
   1. Performance on examinations & quizzes.
   2. Quality of completed homework.

The weight of these evaluations may vary according to each instructor and will be communicated at the beginning of the course.

B. Grading Scale
   90 – 100 = A
   80 – 89  = B
   70 – 79  = C
   60 – 69  = D
   59 and lower = F