

University of Hawaii at Manoa
ACCOUNTING 418 (AUDITING)
2017 Second Summer Session

Instructor:

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 - Office Hours: By appointment.

Class Meeting Schedule:

- CRN 90791; Monday and Wednesday, 18:00 to 21:30, BusAd D-101

Prerequisites:

- ACC 323 and ACC 409

Course Materials:

- American Institute of Certified Public Accountants Codification of Statements on Auditing Standards 2017, published by John Wiley & Sons, ISBN:1945498285
- Peach Blossom Cologne Company Short Audit Case, 4th Edition, Jack W. Paul, published by McGraw-Hill/Irwin. ISBN: 13 9780073276595
- Custom e-book (McGraw-Hill Higher Education, ISBN: 0390878022; about \$5.00). Use the URL on the last page to access the site to order the book.

Course Description:

The course covers auditing concepts including Professional standards, professional ethics, legal liability of auditors, planning the audit, audit risk analysis, risk in audit planning, audit evidence, internal control over it audits, audit sampling, audit documentation, audit procedures for: cash and marketable securities, accounts receivable, notes receivable and sales, inventories and cost of goods sold, property, plant and equipment, accounts payable and other liabilities, debt and equity capital, revenues and expenses, auditor reports, other attestation and accounting services, exposure to international auditing, audit software, and writing skills for auditors and accountants.

Course Objectives

- To provide students with
 - A fundamental understanding of the theory and practice of independent financial auditing, and
 - An opportunity to engage in critical thinking, and to practice written and oral communication through the use of case studies, classroom discussion, and an audit practice case.

Writing Intensive Course

This course is designated as “Writing Intensive”. Written assignments, exams and the comprehensive final exam will be graded for spelling, punctuation, and grammar as well as content. Further, ***all writing assignments must be successfully completed in order to pass this course.***

Attendance and Class Participation

- * Attendance is mandatory.
- * Roll will be taken at the beginning of each class.
- * Attendance will account for 10% of each student’s final grade.

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“Dropping the Class”, and “Students Who Disappear”

- * Check with OSAS for the last day to drop the course without a “W” grade and for the last day to drop the course WITH a “W” grade.
- * “Disappearing” Students: Those who stop attending class without having officially “dropped” will be given a grade of “F”.

Student’s responsibilities:

- * Read this syllabus including the schedule of assignments.
- * Note that this syllabus is subject to change; students should verify the due dates for all assignments.
- * Examinations and certain assignments will require hand written communication. Please keep in mind that if your handwriting is not legible it is substantively equivalent to not writing anything. Communication is only effective when the other party understands what you have communicated.
- * Attend each class. To avoid being penalized for missing a class, documentary evidence is required.
- * Before each class read the assignment, prepare analysis and/or practice case.
- * Participate and contribute to class discussion of materials, analysis and practice case.
- * Prepare written case assignments for submission for grading. See required format for written case analysis. These assignments will also serve as a basis for additional class discussion.
- * Late assignments will not be accepted.

PARTICIPATION AND PROFESSIONAL BEHAVIOR

Professional behavior is required in this course which includes regularly attending class, being prepared for class, and actively participating in classroom discussions. **At the instructor’s discretion, points may be deducted for behavior that is considered to be “unprofessional,”** examples of which include

- * Chronic tardiness and/or absences,
- * Disruptive classroom behavior (all cell phones should be turned off or placed on vibrate mode),
- * Inattentiveness,
- * Being disrespectful to fellow students and the instructor, and
- * “Begging” for points, and cheating.

ACADEMIC DISHONESTY

Because the University of Hawaii at Manoa is an academic community with high professional standards, its teaching, research, and service purposes are seriously disrupted and subverted by academic dishonesty. Such dishonesty includes cheating and plagiarism as defined below. Ignorance of these definitions will not provide an excuse for acts of academic dishonesty. Academic dishonesty as defined by the UH student conduct code (www.hawaii.edu/student/conduct) may lead to redoing the assignment, receiving a failing or reduced grade for the course or being referred to the uh dean of students for university disciplinary action. The University of Hawaii defines academic dishonesty as follows:

- Cheating includes but is not limited to giving or receiving unauthorized assistance during an examination; obtaining unauthorized information about an examination before it is given; submitting another's work as one's own; using prohibited sources of information during an examination; fabricating or falsifying data in experiments and other research; altering the record of any grade; altering answers after an examination has been submitted; falsifying any official University record; or misrepresenting of facts in order to obtain exemptions from course requirements.

University of Hawaii at Manoa
ACCOUNTING 418 (AUDITING)
 2017 Second Summer Session

- Plagiarism includes but is not limited to submitting, in fulfillment of an academic requirement, any work that has been copied in whole or in part from another individual's work without attributing that borrowed portion to the individual; neglecting to identify as a quotation another's idea and particular phrasing that was not assimilated into the student's language and style or paraphrasing a passage so that the reader is misled as to the source; submitting the same written or oral or artistic material in more than one course without obtaining authorization from the instructors involved; or "drylabbing," which includes obtaining and using experimental data and laboratory write-ups from other sections of a course or from previous terms.

SCHOOL OF ACCOUNTANCY MANDATED DISCLAIMER:

- * This syllabus is a general plan for the subject course. Changes may be necessary.

COLLEGE OF BUSINESS ADMINISTRATION DISCLAIMER

- * Minor changes may be made in the course content as the semester progresses.

REQUIRED STATEMENT FROM THE OFFICE OF THE DEAN

Important note: In the case of bomb threat, please meet at the curbside of the East side of Campus Center. I will then give you instructions regarding where the class will meet.

Grading:

Grade Assignments:

Points Earned		Final	Points Earned		Final	Points Earned		Final
From	To	Grade	From	To	Grade	From	To	Grade
900	924	A-	925	974	A	975	1,000	A+
800	824	B-	825	874	B	875	899	B+
700	724	C-	725	774	C	775	799	C+
600	624	D-	625	674	D	675	699	D+
599	& below	F						

Grading Points:

<i>Assignment</i>	<i>Max. Pts.</i>
Attendance	100
Audit Practice Case (9 assignments, 40 points each)	360
8 Analysis Cases (25 points each)	200
2 Midterm Exams @ 100 points each	200
Comprehensive Final	140
Total	1,000

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 2017 Second Summer Session

Tentative Schedule (all assignments, including practice cases and analysis cases)

Read the assignments prior to class and be prepared to discuss the cases on the assigned dates

<u>Subject</u>	<u>Assign</u>	<u>Date</u>	<u>Day</u>
Introduction to Assurance and Professional Standards (pgs 1-25)		3-Jul-17	Mon
<i>Leigh-Ann Walker, Staff Accountant</i>	<i>Anlys1</i>	3-Jul-17	Mon
AU-C 200 to 250		3-Jul-17	Mon
PROFESSIONAL CONDUCT AND INDEPENDENCE		3-Jul-17	Mon
<i>Creve Couer Pizza, Inc.</i>	<i>Anlys2</i>	5-Jul-17	Wed
AU-C 300 to 330 and AU-C500 and 9500		5-Jul-17	Wed
<i>Audit Planning</i>	AC 1	5-Jul-17	Wed
<i>Sunbeam: Incentives and Pressure to Commit Fraud</i>	<i>Anlys3</i>	10-Jul-17	Mon
AU-C 265, 9265, AU-C 315 Appendix B		10-Jul-17	Mon
<i>Enron: The Control Environment</i>	<i>Anlys4</i>	12-Jul-17	Wed
AU-C 315 Appendix C, AU-C 530		12-Jul-17	Wed
Midterm Exam		17-Jul-17	Mon
<u>Subject</u>	<u>Assign</u>	<u>Date</u>	<u>Day</u>
Cash	AC 2	19-Jul-17	Wed
Investments in Securities (Supplemental case)	AC Sup	19-Jul-17	Wed
AU-C 501, 505, 520, 540		19-Jul-17	Wed
Accounts Receivable And Credit Sales	AC 3	24-Jul-17	Mon
<i>Sunbeam: Revenue Recognition</i>	<i>Anlys5</i>	24-Jul-17	Mon
Inventory And Purchases	AC 4	24-Jul-17	Mon
AP Processing, Unrecorded Liabilities / Payroll & Accrued Liabilities	AC 6	24-Jul-17	Mon
Midterm Exam		26-Jul-17	Wed
Property, Plant, And Equipment	AC 5	26-Jul-17	Wed
<i>Waste Management: The Definition of an Asset</i>	<i>Anlys6</i>	26-Jul-17	Wed
Notes Payable And Accrued Interest	AC 7	26-Jul-17	Wed
<i>San Antonio Energy</i>	<i>Anlys7</i>	26-Jul-17	Wed
AU-C 550, 560, 570, 580, 585		26-Jul-17	Wed
Completing the Audit	AC 8	31-Jul-17	Mon
LEGAL LIABILITY		31-Jul-17	Mon
<i>1136 Tenants Corporation</i>	<i>Anlys8</i>	2-Aug-17	Wed
AU-C 700, 9700, 705, 706		2-Aug-17	Wed
Completing the Audit	AC 8	7-Aug-17	Mon
Review		7-Aug-17	Mon
Final Exam		9-Aug-17	Wed

* Anlys – Analysis case write-up assignment (italics)

* AC – Audit practice case assignment (title case)