

**Topics Pertaining to Fraud and  
Third Party Service Organization Controls**  
Continuing Professional Education  
North Carolina Office of the State Controller

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<b>Date:</b>	November 19, 2012 9:30 to 11:30 am
<b>Location:</b>	Office of the State Controller and Live Webinar
<b>Objective:</b>	Overview of the NC FACTS and to gain understanding of internal controls and reliance of third party service organization controls.
<b>Content:</b>	<ol style="list-style-type: none"><li>1. Welcome and Introductions</li><li>2. NC FACTS (Financial Accountability and Compliance Technology System)</li><li>3. Opportunity for Fraud<ul style="list-style-type: none"><li>- Fraud Triangle</li><li>- Fraud Losses in Government</li><li>- Types of Red Flags</li><li>- Red Flags in Business Processes</li><li>- Ways to Minimize Exposure to Fraud</li></ul></li><li>4. Overview of Internal Controls<ul style="list-style-type: none"><li>- Difference between a Procedure and a Control</li><li>- Types of Internal Controls</li><li>- Prevent vs. Detect Controls</li><li>- Manual vs. Automated Controls</li><li>- Internal Controls Best Practices</li></ul></li><li>5. Reliance on Third Party Service Organization Controls (SOC)<ul style="list-style-type: none"><li>- From a SAS 70 to SOC Reports</li><li>- Who May Need a SOC Report?</li><li>- Which Report is Right for Your Agency?</li><li>- The 5 Trust Principles</li></ul></li></ol>
<b>Instructors:</b>	Office of the State Controller Kay Meyer, Program Director - Statewide Data Integration Carol Burroughs, NC FACTS - Project Manager Risk Mitigation Services: <ul style="list-style-type: none"><li>- Ben McLawhorn</li><li>- Wynona Cash</li><li>- Jennifer Trivette</li><li>- Amanda Williams</li></ul>
<b>CPE Credit Offered:</b>	2 hours
<b>Materials:</b>	Will be provided in advance
<b>Teaching Method:</b>	Lecture
<b>Prerequisites:</b>	None
<b>Advance Preparation:</b>	None
<b>Level:</b>	Basic

This course is not offered under the sponsorship agreement between the N.C. Office of the State Controller (OSC) and the North Carolina State Board of Certified Public Accountant Examiners. However, this program will meet the requirements of 21 NCAC 08G.0403(c), 21 NCAC 08G .0404, and 21 NCAC 08G.0409. References are to North Carolina Administrative Code, Title 21 - Occupational Licensing Boards, Chapter 08 - Board of Certified Public Accountant Examiners.

The OSC will maintain documentation proving that the course met these standards.