

Office of Operations
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Back to Basics

Risk Assessment Trivia



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And the Categories are...

COSO	Internal Controls	Risk Assessment	Operations	Potpourri
<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>
<u>200</u>	<u>200</u>	<u>200</u>	<u>200</u>	<u>200</u>
<u>300</u>	<u>300</u>	<u>300</u>	<u>300</u>	<u>300</u>



End

End

The three categories of objectives in the COSO Framework are reporting, compliance, and _____.

Question # 1

A

Regulatory

B

Operational

C

Safeguarding of Assets

New
Question



End

**Looks like
trouble to
me!**



End

WRONG !!!

Try again!



End



CORRECT!



New
Question



COSO stands for:

Question # 2

A

Committee of Sponsoring Organizations of the Treadway Consortium

B

Commission of Sponsoring Organizations of the Treadway Committee

C

Committee of Sponsoring Organizations of the Treadway Commission

**New
Question**



End



Try Again!



End



Committee of Sponsoring Organizations of the Treadway Commission

Correct!



**New
Question**



What year did COSO develop our current integrated framework?

Question # 3

A 1987

B 2013

C 1992



**New
Question**



End

What!
No way, try again.



Go

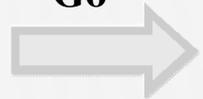


End

Not yet, keep going



Go



End

Right!



**New
Question**



Question # 1

The internal controls pyramid best describes how:

- A** All controls should be related to a specific objective.
- B** All of the different components of internal controls are inter-related.
- C** Effective information and communication is the base for all other controls.



**New
Question**



End

Try again...



The clock's ticking!

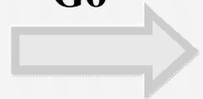


End

RIGHT!!!!



Go

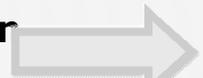


Question # 2

Which is **NOT** a fundamental concept of internal controls?

- A** Geared to the achievement of objectives
- B** Adaptable to the entity structure
- C** Able to provide minimal assurance

New Question



End

No Good!

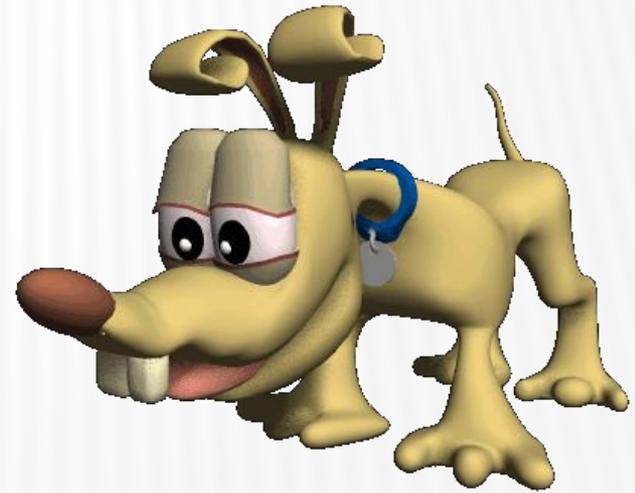


Go



End

Correct!



Go



Question # 3

True or False: The main purpose of internal controls is to provide reasonable assurance regarding the achievement of an entity's objectives relating to operations, reporting, and compliance.

False

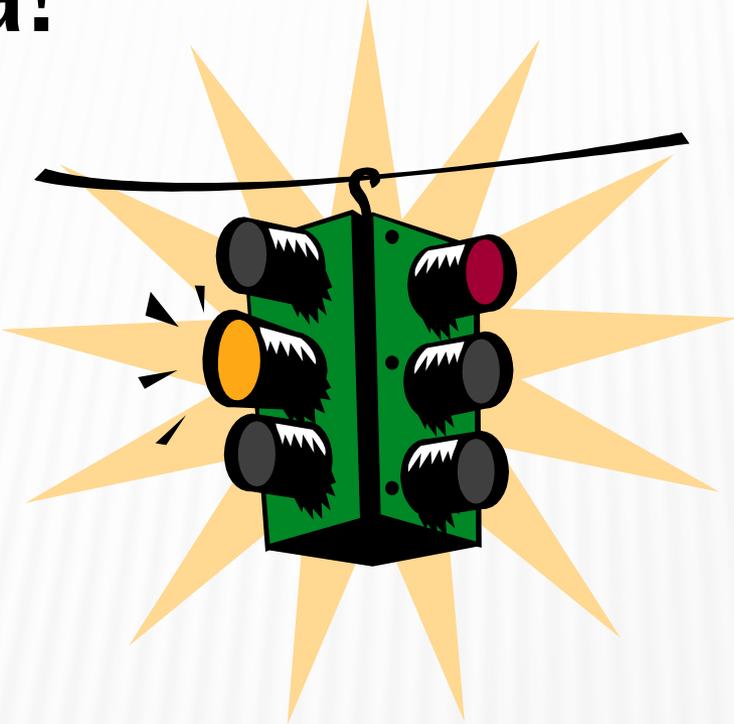
True



**New
Question**



Bad Idea!



End

Correct!!!



Go



Question # 1

When assessing a system of internal controls, you most likely want to focus your efforts on risks with:

- A** A low likelihood and a high impact
- B** A high likelihood and a low impact
- C** All of the above



**New
Question**



End

Ouch!
Try again



Go

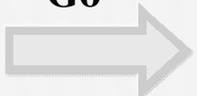


End

Excellent!



Go



Question # 2

What is an example of Risk Assessment?

- A** Hold regular staff meetings.
- B** An evaluation of likelihood and impact for each activity.
- C** Problem areas are identified and corrective action plans are prepared.



**New
Question**



End

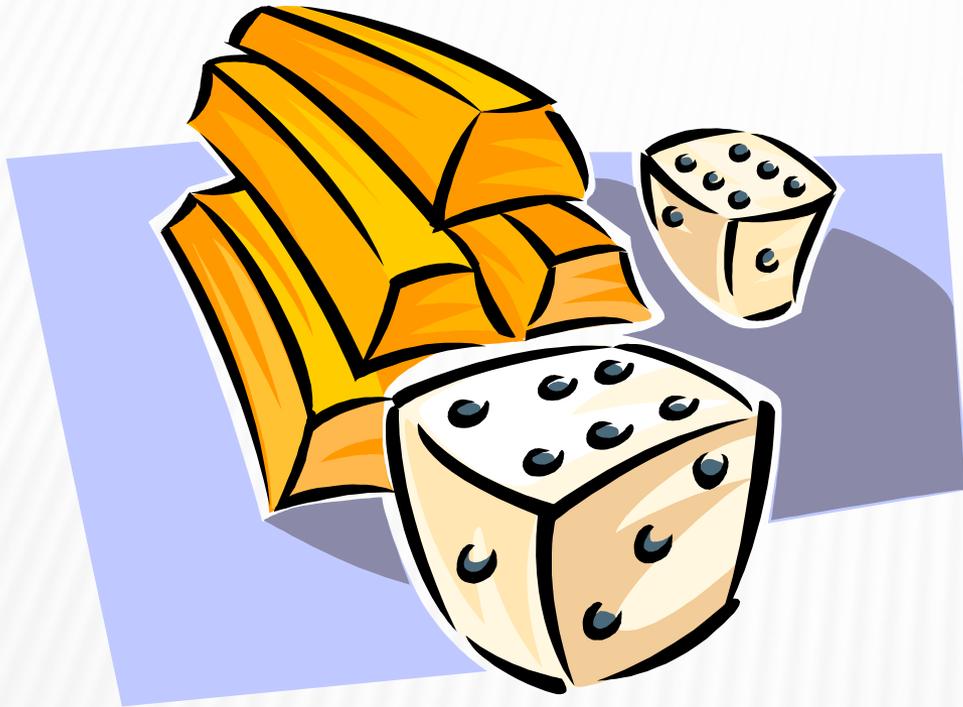
Guilty of a wrong answer!



Go



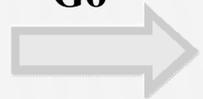
End



Correct!



Go



Question # 3

Which of the following best describes risk?

A

The negative impact on an organization if a fraudulent event were to materialize.

B

The likelihood a negative event will occur and impact your operational objectives.

C

The possibility an event will occur and adversely affect the achievement of objectives.



**New
Question**



End



Go



End



You're on your way!



Question # 1

Paying vendors on a timely basis is an example of:

- A** Financial risk
- B** Operational objective
- C** Control activity



**New
Question**



End

**Looks like
trouble to
me!**



Go



33

End

You got it right!



Go



The best way to assure a fraudulent event will never occur is to:

Question # 2

- A** Institute segregation of duties for all risky activities
- B** Not perform the risky activity
- C** Perform a risk assessment to better focus your efforts on risky activities



**New
Question**

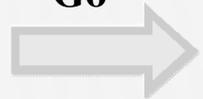


End

Getting nervous?



Go



End

Bull's eye!



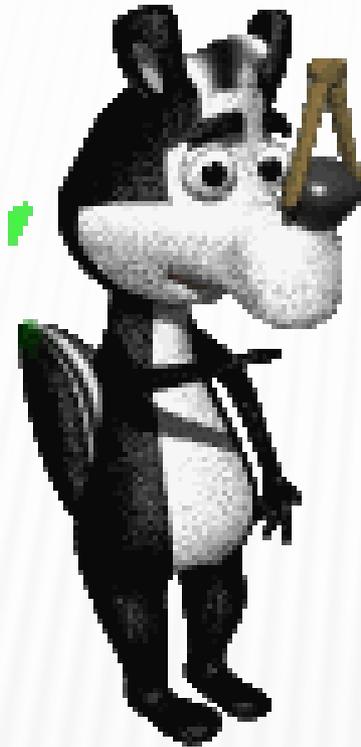
Go



37

End

That answer stinks!



Try again!

Go



Question # 3

Which of the following is an example of a control activity?

- A** Having an up to date employee manual
- B** Performing an employee survey
- C** Publishing a monthly employee newsletter



**New
Question**



End

Not yet, keep going



Go



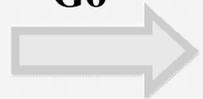
End



Right Answer!
Do the happy dance!



Go



Question # 1

True or False: In an effective system of internal controls, the cost of the control often exceeds the potential loss.

A

True

B

False



New
Question



End

No Good!



Go



End



Good Answer!

Go



End

WRONG !!!

Try again! Go



It is the responsibility of _____ to establish objectives with sufficient clarity to be able to identify and analyze risks to those objectives.

Question # 2

A

The Internal Control Officer

B

All Employees

C

Management

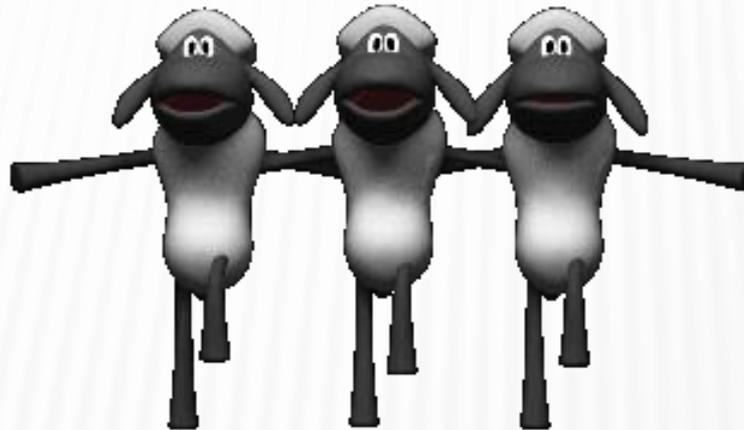


New
Question

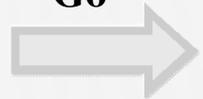


End

Right Answer!



Go



End

Even I know better than that!



Go



End

How many principles representing the fundamental concepts of internal controls does the 2013 COSO Framework set out?

Question # 3

A

5

B

15

C

17



New
Question



49

End



Go



End

You're going in circles!



Go



51

End

And the winner is.....



RISK ASSESSMENT TRIVIA

Thanks for playing!

