

## Risk Assessment Matching Game

Term	Definitions
1) _____ Inherent Risk	A) Encompasses the audit organization's leadership, emphasis on performing high quality work, and the organization's policies and procedures designed to provide reasonable assurance of complying with professional standards and applicable legal and regulatory requirements
2) _____ Risk	B) Committee of Sponsoring Officials of the Treadway Commission
3) _____ Internal Controls	C) A measure of the magnitude of the effect on an organization if an unfavorable event were to occur
4) _____ Control Risk	D) Feelings of loyalty that a person or group has about a task
5) _____ Compliance	E) Generally Accepted Government Accounting Standards
6) _____ GAGAS	F) The actions established through policies and procedures that help ensure that management's directives to mitigate risks to the achievement of objectives are carried out
7) _____ Monitoring	G) The use of one's occupation for personal enrichment through the deliberate misuse or misapplication of the employing organization's resources or assets
8) _____ Risk Assessment	H) The risk that an auditor will not discover errors or intentional miscalculations (i.e., fraud) while reviewing an organization's financial statements or other records
9) _____ Integrity	I) The possibility that an event will occur and adversely affect the achievement of objectives
10) _____ Morale	J) A process, effected by an entity's board of directors, management, and other personnel, designed to provide reasonable assurance regarding the achievement of objectives relating to operations, reporting, and compliance
11) _____ Control Environment	K) The probability that an unfavorable event would occur
12) _____ Competence	L) The effectiveness and efficiency of the entity's operations, including operational and financial performance goals, and safeguarding assets against loss
13) _____ COSO	M) The probability of loss arising out of circumstances or existing in an environment, in the absence of any action to control or modify the circumstances
14) _____ Impact	N) Provides the foundation, discipline, and structure, as well as the climate that influences the application of GAGAS
15) _____ Likelihood	O) Committee of Sponsoring Organizations of the Treadway Commission
	P) Probability of loss arising from the tendency of internal control systems to lose their effectiveness over time and expose the assets they were instituted to protect
	Q) The set of standards, processes, and structures that provide the basis for carrying out internal control across the organization
	R) Ongoing evaluations used to ascertain whether each of the five components of internal control is present and functioning
	S) Promote adherence to laws, regulations, contracts and management directives
	T) Forming a basis for determining how risks should be managed
	U) The attitude people have about their confidence, disciplines and willingness to perform tasks
	V) The ability to do something well
	W) A defect in the design or operation of internal controls
	X) Generally Accepted Government Auditing Standards
	Y) The continual iterative process of providing, sharing, and obtaining necessary information