



Reuters | Eric Gaillard

PPC'S SMART PRACTICE AIDS[®] AUDIT SUITE

THE SMART WAY TO COMPLETE YOUR ENTIRE AUDIT PROCESS — FROM BEGINNING TO END



PPC'S SMART PRACTICE AID®

PPC's SMART Practice Aids®, part of the Checkpoint Tools suite of products, brings advanced functionality to PPC's Practice Aids audit and accounting products for all specialized industries. Tens of thousands of auditors nationwide rely on PPC's SMART Practice Aids for expert-authored content and dynamic automation across an unparalleled breadth of industries, year after year in a way that is unmatched in the auditing industry. These products work alone or with all paperless engagement products and provide exclusive integration with Engagement CS.

Many firms are facing more competition and pressure to reduce fees, and audits and standards are overly complex and time-consuming to incorporate into firm processes. Practitioners need to be more efficient in audit planning and execution, without sacrificing quality. PPC's SMART Practice Aids, the most widely-used solution in the industry, takes the guess-work out of the steps and information needed for you to effectively and confidently serve your clients.

- Risk Assessment
- Disclosure
- Field Work
- IFRS Disclosure
- Internal Control
- Single Audit

With PPC's SMART Practice Aids enhanced functionality

- SMART Start will help you become much more efficient when auditing small, noncomplex entities. You will now have the option of beginning these audits with a complete set of practice aids and audit programs that are developed by our expert authors and pre-tailored for the unique characteristics of these types of clients.
- SMART Engagement Setup will automatically streamline and tailor your practice aids and audit programs based on your answers to new setup questions at the beginning of your engagement. Planning questions not applicable to your client's situation will automatically be removed and audit programs will be automatically tailored.
- Access to client engagements in shared network location
- Utilize Client/Server Installation
- Have multiple users working on the same client engagement file at the same time
- Use Master Engagements to create template engagements to generate similar client engagements
- Rollforward the client engagement to a new client selecting an updated version of the PPC's Practice Aids title and optionally transfer selected prior period data
- Rollforward the client engagement by merging with a master engagement which allows auditors to start with the current master engagement created and maintained by the firm and include selected responses and other data from the prior period client engagement
- Get alerts for inconsistencies and unanswered items
- Link to content specific paragraph guidance and professional standards licensed on Thomson Reuters Checkpoint®

Auditors can now plan and execute the entire PPC audit process, from beginning to end, within the PPC SMART Audit Suite.



PPC's SMART Audit Suite is auditors' first choice for audit engagement tools.

"SMART Practice Aids – Risk Assessment offers links into professional standards and PPC guidance, reporting of audit program changes, one-click sign-offs for programs and checklists, and highlighting of unsigned audit program steps."

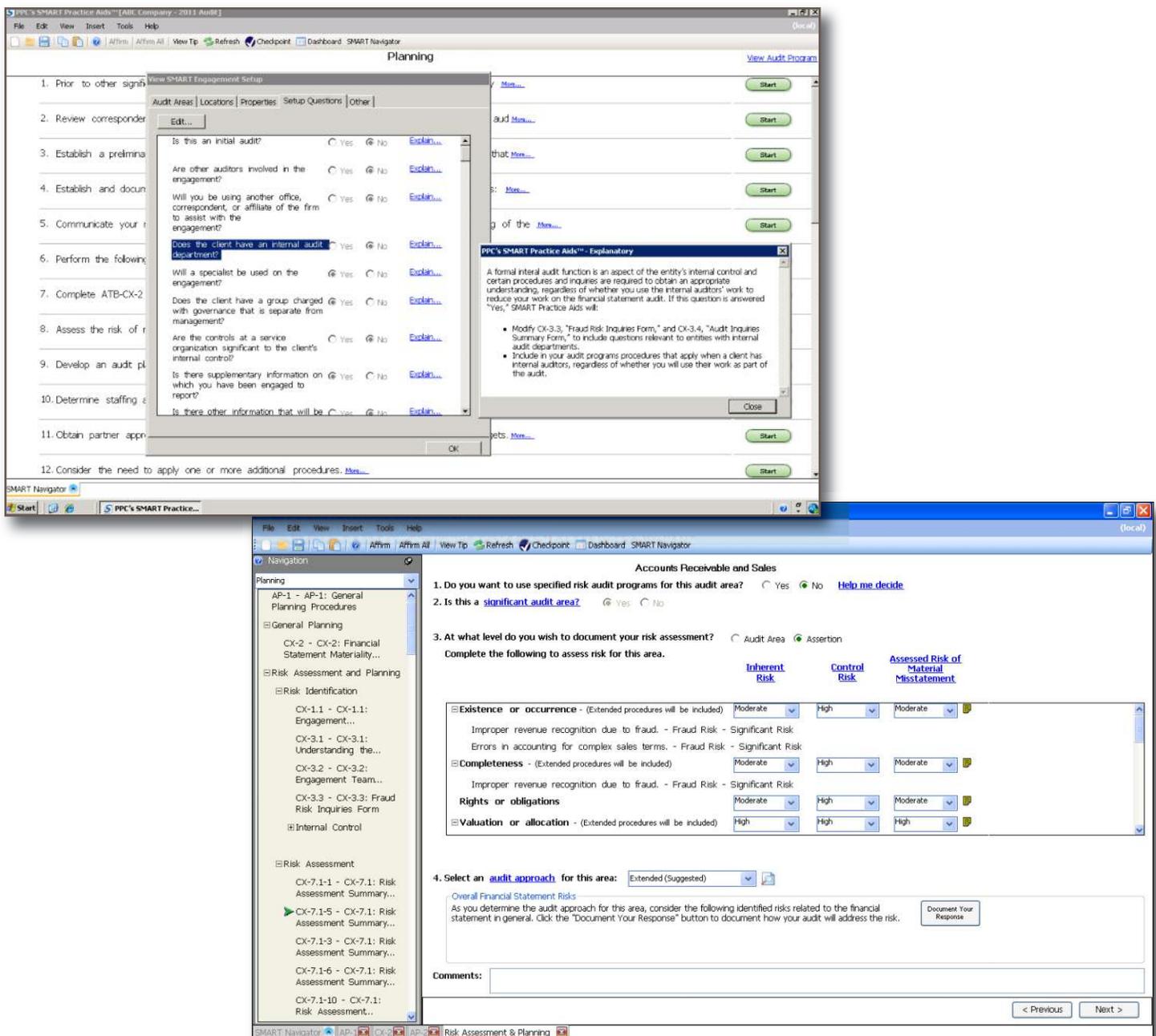
The CPA Technology Advisor
2008 Tax & Accounting Technology Innovation Award



PPC'S SMART PRACTICE AIDS® – RISK ASSESSMENT

Designed to help you comply with the risk assessment standards, **PPC's SMART Practice Aids – Risk Assessment** is an innovative audit tool that uses patented risk assessment technology to generate customized audit programs based on risk assessments.

- Create engagements using SMART Start and SMART Engagement Setup to streamline your work
- Complete planning forms and identify risks
- Assess effects of risks by selecting Low, Moderate, High, or Not Relevant for each assertion
- Utilize a suggested audit program that is automatically created for you
- Further tailor the audit programs, if needed, utilizing easy drag and drop functionality
- View audit program based on assertions
- Regenerate audit program for risk assessment changes – for only the assertions changed – or for the entire audit program as needed
- Save time with the CX-7.1 Risk Assessment Summary Form, which is completed automatically based on your risk assessment
- Decide to regenerate the audit program during rollforward, or bring forward prior period audit program intact with all your customization



PPC'S SMART PRACTICE AIDS® – FIELD WORK

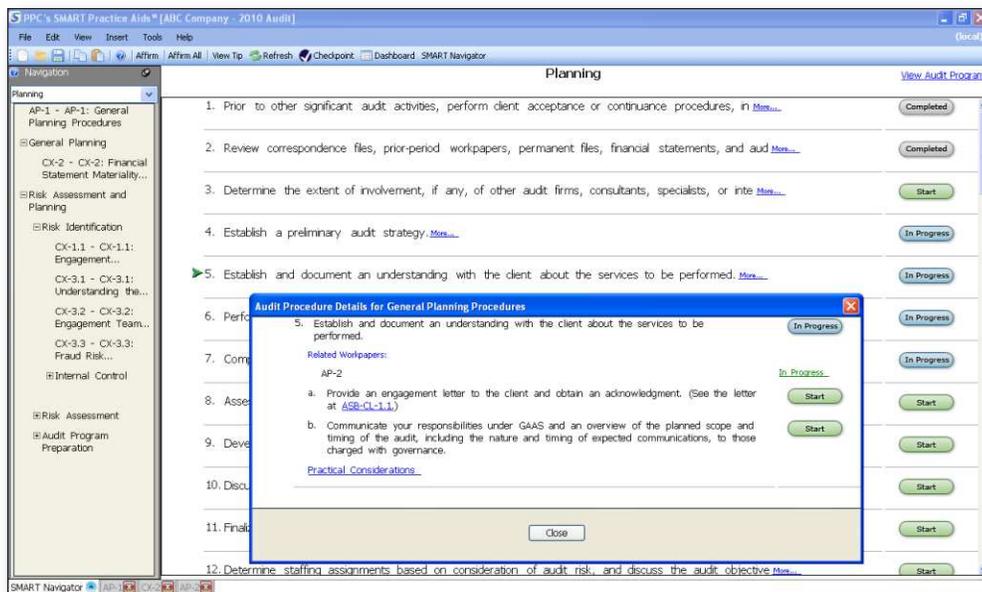
Plan and execute the entire PPC audit process within the SMART Suite, providing even more efficiency to your audit workflow experience. For auditors who use engagement management software, the interaction with SMART is even more seamless with **PPC's SMART Practice Aids – Field Work**. With PPC's SMART Practice Aids, data and decision information are automatically shared between PPC Practice Aids, and planning materiality, tolerable misstatement and risk assessments are carried throughout your audit engagement. Take advantage of time-saving features such as the ability to access the PPC Practice Aids you need automatically in your SMART engagement (or easily add more as needed). You'll also be able to:

- Easily complete your audit work and sign off audit program steps within SMART and insert linked workpaper references
- Perform risk assessment, tailor audit programs, and sign-off procedure steps all in one place
- Manage the entire audit engagement within the SMART Suite, or share documents seamlessly with engagement management software
- Create SMART document images to store in your engagement software
- Open SMART documents to go directly to the appropriate section within SMART
- Add and manage all types of documents if you don't use engagement management software
- Sign off workpapers as completed and reviewed, or you can finalize individual workpapers with a notification if you attempt to access a finalized version

SMART Navigator guides staff through the engagement process from beginning to end.

Engagement Dashboard displays status at a glance – for both the overall engagement and for each audit area.

SMART Audit Program Design isolates steps by assertion and risk, ensuring the audit plan is tailored specifically to risks.



“Our winner in the Auditing Category is the latest addition to Thomson Reuters’ PPC Smart Audit Suite. The PPC Smart Practice Aid - Field Work ties the whole audit process together, with a navigator that guides staff through the engagement from beginning to end, a dashboard that displays status at a glance, and an Audit

Design Program to tailor the audit to the engagement’s specific risks. It automatically shares data throughout the engagement, and allows you to manage the whole show within the Smart Audit Suite.”

Accounting Today - Top New Products 2011



Audit/Engagement Tools
“Alongside engagement management systems, many audit firms also rely on specialty tools. This year’s top vote recipients were the Smart Practice Aids from Thomson Reuters.”

The CPA Technology Advisor - 2011 Readers’ Choice Awards

PPC'S SMART PRACTICE AIDS® – INTERNAL CONTROL

Increase your confidence in evaluating internal control and identifying control risks. Save time on every engagement, whether or not you test controls, by using this practical approach designed for for any size entity, small or large.

PPC's SMART Practice Aids – Internal Control guides you through a top-down, risk-based approach for efficiently and effectively evaluating internal control over financial reporting. You'll be able to:

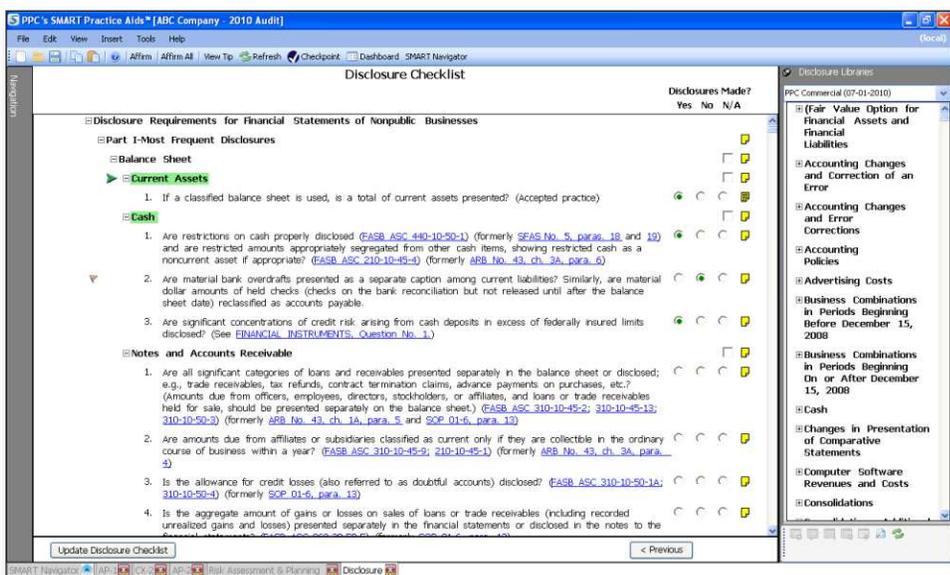
- Identify significant transaction classes and higher risk areas for which you want to obtain a deeper understanding of internal control
- Gain efficiency by focusing on only key controls – already flagged for you
- Customize objectives and controls where needed
- Utilize documentation for controls that carries to multiple objectives and transaction classes where applicable
- Rollforward your documentation from year to year
- Prepare test plans, if desired
- Perform the integrated audit on your public company clients
- Use an interactive flowchart to walk through using SMART Internal Control to gain efficiency and effectiveness by applying a top-down, risk-based approach

PPC'S SMART PRACTICE AIDS™ – DISCLOSURE

Eliminate the mechanical effort of navigating and completing disclosure checklists so that you and your staff can focus on what counts – ensuring compliance with all disclosure requirements.

PPC's SMART Practice Aids – Disclosure significantly reduces the time necessary to complete a lengthy disclosure checklist on each engagement. Spend less time mechanically filling out checklists and more time ensuring compliance with financial statement disclosure requirements. You'll be able to:

- Create a streamlined disclosure checklist that includes only the disclosure requirements applicable to the entity
- Easily update your disclosure checklist to ensure you and your staff are using the most current checklist available on each engagement
- See highlighted new or changed disclosure requirements
- Link to content specific guidance licensed on Checkpoint for one click access to applicable FASB references
- Save mechanical time by rolling forward answers from the prior period, if desired
- Rely on diagnostics that alert you to unanswered questions and inconsistent responses
- Search extensive sets of PPC example note disclosures for commercial, not-for-profit, and governmental engagement
- Create firm libraries of approved note disclosures as needed
- Use separately or with the SMART Practice Aids Audit Suite



PPC'S SMART PRACTICE AIDS® – IFRS DISCLOSURE

Be assured of always having the most current disclosure requirements whether applying full IFRS or IFRS for Small and Medium-sized Entities (SMEs).

Financial statement disclosure requirements under IFRS are complex and change frequently. Disclosures vary depending on whether full IFRS or the more simplified IFRS for SMEs is followed. **PPC's SMART Practice Aids – IFRS Disclosure** will save you time and help you ensure compliance. It will significantly reduce the time necessary to complete lengthy disclosure checklists each time financial statements are prepared, eliminating mechanical effort and allowing both auditors and financial statement preparers to spend more time ensuring compliance.

For use with PPC's SMART Practice Aids—Disclosure, full dynamic disclosure requirement functionality will guide you through complex requirements. You'll be able to:

- Create a streamlined IFRS disclosure checklist that includes only the disclosure requirements applicable to the entity
- Choose to use a checklist containing requirements for full IFRS or IFRS for SMEs
- Easily update your disclosure checklist to ensure you and your staff are using the most current checklist available on each engagement
- See highlighted new or changed disclosure requirements
- Link to content-specific guidance licensed on Checkpoint including one click access to authoritative IFRS standards
- Save mechanical time by rolling forward answers from the prior period, if desired
- Rely on diagnostics that alert you to unanswered questions and inconsistent responses

PPC'S SMART PRACTICE AIDS® – SINGLE AUDIT

Save significant time and make your Single Audit work more profitable.

Performing Single Audits has always been an involved and complex process that requires judgment as well as risk-based considerations by auditors. Due to the increased spending by the Federal government through the American Recovery and Reinvestment Act (ARRA), Single Audits are receiving unprecedented scrutiny and are subject to increased complexity and more frequent changes.

PPC's SMART Practice Aids – Single Audit is a comprehensive technology application that walks you and your staff through the entire Single Audit process providing a practical, automated, how-to process. You'll be able to:

- Accumulate all Federal Awards, including ARRA awards
- Determine whether a program specific audit may be elected or whether a Single Audit is required
- Determine which award programs must be tested as Major programs
- Determine whether the auditee qualifies as a "Low-risk auditee"
- Customize audit programs and sign-off electronically using Checkpoint Tools functionality
- Combine audit programs for multiple Federal Awards
- Prepare the Schedule of Expenditure of Federal Awards
- Automate rollforward from year to year
- Utilize extensive diagnostics
- Check for updates to help ensure you are working with the most current Compliance Supplement data and are aware of the latest rules and requirements

The screenshot displays the 'Assess Major Program Coverage' window in the PPC's SMART Practice Aids - Single Audit software. The window title is 'PPC's SMART Practice Aids - Single Audit [City of Example 2010 Sample Single Audit]'. The interface includes a navigation pane on the left with steps: 1. Enter Federal Awards, 2. Determine Low-risk Auditee, 3. Identify Major Programs, and 4. Review and Modify Compliance Programs. The main area shows a table of Federal Awards with columns for Agency or Department, CFDA or Other Number, Name of Program or Cluster, Total Awards Expended (\$), Awards Selected for Audit (\$), Risk Level, Program Type, Last Year Audited as a Major Program, and Major Program. The table is divided into Type A Programs and Type B Programs.

Agency or Department	CFDA or Other Number	Name of Program or Cluster	Total Awards Expended (\$)	Awards Selected for Audit (\$)	Risk Level	Program Type	Last Year Audited as a Major Program	Major Program
Type A Programs								
		Child Nutrition Cluster	750,000		Low	A		<input type="checkbox"/>
		Public Works and Economic Development Cluster	335,000	335,000	Not Low	A		<input checked="" type="checkbox"/>
DOC	11.408	Fishermen's Contingency Fund	560,000		Low	A	6/30/2008	<input type="checkbox"/>
HUD	14.122	Mortgage Insurance, Homes in Urban Renewal Areas	460,000	460,000	Not Low	A	6/30/2007	<input checked="" type="checkbox"/>
Type B Programs								
USDA	10.070	Colorado River Basin Salinity Control Program	120,000	120,000	High	B		<input checked="" type="checkbox"/>
VA	64.114	Veterans Housing, Guaranteed and Insured Loans	125,000	125,000	High	B		<input checked="" type="checkbox"/>
DOE	81.135	Advanced Research and Projects Agency - Energy Financial Assistance Program	125,000		High	B		<input type="checkbox"/>
ED	84.004	Civil Rights Training and Advisory Services	220,000		Not High	B		<input type="checkbox"/>

ENGAGEMENT CS®

SEAMLESS ENGAGEMENT INTEGRATION WITH THE FOREMOST AUTHORITY IN PROFESSIONAL GUIDANCE

A true paperless engagement is possible only by combining powerful, comprehensive software with expert guidance.

Engagement CS—the profession’s leading software for paperless engagement processing—offers the perfect blend of engagement tools, document management functionality, and trial balance and financial statement capabilities integrated with industry-leading guidance.

With Engagement CS, you’ll be able to:

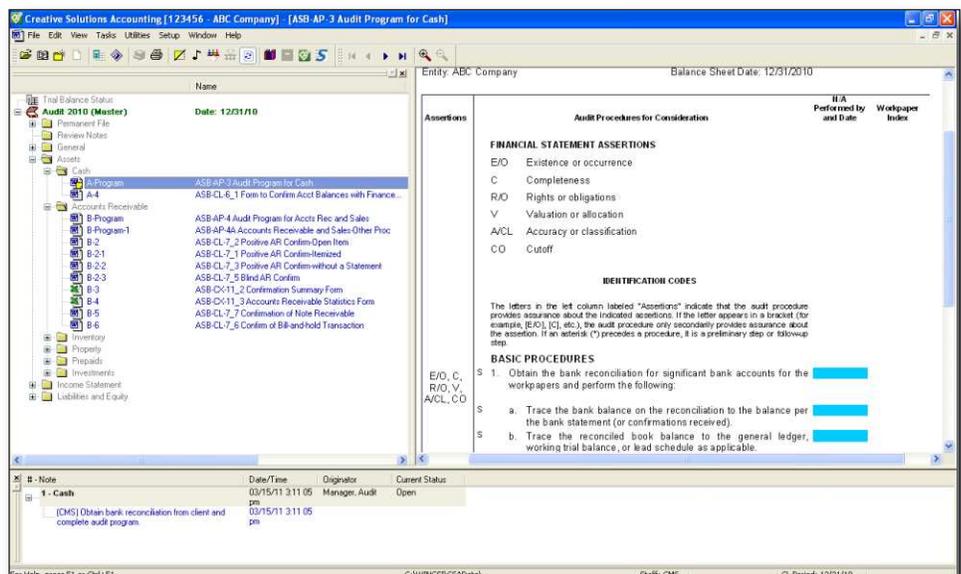
- Take advantage of unique integration with Checkpoint research and guidance as well as Checkpoint Tools
- Integrate with CS Professional Suite and Enterprise Suite, which includes dynamic two-way integration with UltraTax CS® and GoSystem Tax RS®
- Integrate with Microsoft® Excel®, and Microsoft® Word
- Conveniently access your software online with SaaS (Software as a Service) leasing or Virtual Office CS via cloud computing
- Set up staff-level security to ensure file integrity and complete workflow control
- Track the entire engagement process with advanced reporting and diagnostic features
- Allow multiple staff to make trial balance adjustments simultaneously
- Prepare dynamic, professional financial statements
- Allow staff to work collaboratively on the same engagement with multi-staff functionality



For more information on Engagement CS, go to cs.thomsonreuters.com/engagement.

The powerful combination of Engagement CS and PPC guidance and research and analysis on Checkpoint provides unparalleled efficiency and ultimate convenience as you prepare your clients’ engagements. Feel confident that you are complying with current guidance standards for every engagement. Simply launch PPC’s SMART Practice Aids from Engagement CS and save needed checklists, audit programs, and other workpapers within the logical file structure.

- Launch rollforward after the Engagement CS document rollforward is complete
- Direct SMART audit programs and planning documents to Engagement CS using the prior-year folder structure
- See a list of unsigned program steps with diagnostic tests run on your audit programs
- Find out about new guidance as you rollforward
- Access PPC content directly from within Engagement CS, then save all appropriate documents within your engagement files—without ever having to leave the Engagement CS workspace



“With advanced collaboration tools and networking options, the system provides comprehensive management tools that help streamline virtually every aspect of workflow for all engagement types, providing total control over every engagement and helping ensure accuracy.”

The CPA Technology Advisor
2008 Technology Innovation Award

FOR MORE INFORMATION

Call 800.431.9025, option 1

Or visit yourcheckpoint.thomsonreuters.com/tools

Or find your Account Manager at ria.thomsonreuters.com/relocator

For complete system requirements, installation instructions, training, and additional information go to <http://support.rg.thomsonreuters.com>.

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