



International Symposium on Audit Research

Final Program

Consortium

University of Southern California
Maastricht University
Nanyang Technological University
University of New South Wales

This year hosted by

University of New South Wales
June 27-28, 2013
at the
Novotel Sydney Brighton Beach

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AUDIT ANALYTICS®



MANAGERIAL AUDITING JOURNAL

MAJ - Assurance, Management Performance and Governance

Welcome Reception / Cocktail (Executive Boardroom)
Sponsored by the Managerial Auditing Journal
Wednesday, 26 June 2013
06:00pm – 07:00pm

Thursday, 27 June 2013	ISAR	
08.00 am – 08.30 am	ISAR Registration	
08.30 am – 08.45 am	Welcome – Ted Mock , University of California Riverside	
8.45–10.00	Plenary Session <i>Observations on Auditing Research</i> Hun Tong Tan, Nanyang Technological University Chair: Ken Trotman, University of New South Wales	
10.00 am – 10.30 am	Morning Tea	
10.30 am – 12.00 pm	Plenary Research Papers <i>City-Level Human Capital and Audit Markets</i> Matthew Beck, Jere Francis, Joshua Gunn, University of Missouri-Columbia <i>The Investor Perspective and its Influence on Auditor Materiality Judgments</i> Elizabeth Altiero, University of Illinois; Yoon Ju Kang, Lehigh University; Mark E. Peecher, University of Illinois Chair: Roger Simnett, University of New South Wales	
12:00 pm – 01:00 pm	Lunch (Hotel Restaurant)	
01.00 pm –	Parallel Sessions	
02:30 pm	<p style="text-align: center;">Session 1A (La Perouse) Chair: Terence Ng</p> <p><i>Communications with Audit Committees: What Information Do Auditors Provide about Management’s Accounting Practices?</i> Krista Fiolleau, University of Waterloo; Kris Hoang, Tulane University; Bradley Pomeroy, University of Illinois</p> <p><i>Do Approaching Deadlines Influence Auditors’ Perceptions of Materiality and the Sufficiency of Audit Evidence?</i> G. Bradley Bennett, University of Massachusetts-Amherst; Richard C. Hatfield, University of Alabama</p> <p><i>The Monitoring Effectiveness of Co-opted Audit Committees</i> Cory Cassell, University of Arkansas; Linda A. Myers, University of Arkansas; Roy Schmardebeck, University of Arkansas; Jian Zhou, University of Hawaii</p>	<p style="text-align: center;">Session 1B (Discovery) Chair: Wendy Green</p> <p><i>Do Social Ties between CEOs and Engagement Audit Partners Affect Audit Fees and Audit Quality?</i> Soo Young Kwon, Korea University; Han Yi, Korea University</p> <p><i>Personal Knowledge of Audit Partners and Organizational Knowledge of Audit Firms and the Impact on Audit Fees</i> Hironori Fukukawa, Hitotsubashi University; Masaru Karube, Hitotsubashi University</p> <p><i>Who You Know Matters: Evidence of Fee Discounts for Clients with Well-Connected Audit Committees</i> Brant Christensen, Texas A&M University; Thomas Omer, Texas A&M University; Nathan Sharp, Texas A&M University; Paul Wong, Texas A&M University</p>
02:30 pm – 03:00 pm	Coffee Break	
03.00 pm –	Parallel Sessions	
04:30 pm	<p style="text-align: center;">Session 2A (La Perouse) Chair: Ted Mock</p> <p><i>Expressed Confidence and Skepticism: The Effect of Expressed Confidence on Auditor Judgments</i> Sanaz Aghazadeh, Lehigh University</p> <p><i>Causal Judgment Strategies and Fraud Detection: Auditors vs. Forensic Specialists</i> Dominyka Sakalauskaite, Copenhagen Business School; Iris Stuart, Norwegian School of Economics</p> <p><i>A Cultural Perspective of Auditors’ Assessment of the Likelihood of Fraud Detection: The Effects of Guanxi and Mianzi</i> Siew Chan, Nova Southeastern University; Qian Song, Rochester Institute of Technology; Arnold Wright, Northeastern University; Sally Wright, University of Massachusetts Boston</p>	<p style="text-align: center;">Session 2B (Discovery) Chair: Caren Schelleman</p> <p><i>Privacy Auditing: An Exploratory Study</i> Penica Cortez, University of Auckland; David Hay, University of Auckland</p> <p><i>Does Using Information From Peer Firms Improve Account-Level Expectation Models?</i> Miguel Minutti-Meza, University of Miami</p> <p><i>Do Management Internal Control Certifications Increase the Likelihood of Restatement-Related Litigation?</i> Chris Hogan, Michigan State University; Tamara Lambert, University of Massachusetts Amherst; Jaime Schmidt, University of Texas</p>
6.00pm (for 6.30pm)	Reception and Dinner	

Friday, 28 June 2013	ISAR	
8.30–10.10	Plenary Session <i>Sustainability, Integrated Reporting and Other Assurance Services</i> Presenters: Julian Bishop, KPMG Amir Ghandar, CPA Australia Roger Simnett, University of New South Wales Chair: Jeffrey Cohen, Boston College	
10.10 am – 10.40 am	Morning Tea	
10.40 am – 12.00 pm	Parallel Sessions	
	<p style="text-align: center;">Session 3A (La Perouse) Chair: Roger Meuwissen</p> <p><i>An International Analysis of the Effectiveness of National Public Oversight Bodies Inspection Regimes on Audit Quality</i> Elizabeth Carson, University of New South Wales; Roger Simnett, University of New South Wales; Ann Vanstraelen, Maastricht University</p> <p><i>Materiality Guidance of the Major Auditing Firms</i> Aasmund Eilifsen, Norwegian School of Economics (NHH); William F. Messier, Jr., University of Nevada Las Vegas</p>	<p style="text-align: center;">Session 3B (Discovery) Chair: Bob Roussey</p> <p><i>Does auditor commentary in unqualified audit reports reflect financial misstatement risk?</i> Keith Czerney, University of Illinois; Jaime Schmidt, University of Texas; Anne Thompson, University of Illinois</p> <p><i>Internal Control Deficiencies and Auditor Affiliation in the Broker-Dealer Industry</i> Jean C. Bedard, Bentley University; Nate Cannon, Bentley University; Anne Schnader, Bentley University</p>
12:00 pm – 01:00 pm	Lunch (Hotel Restaurant)	
01.00 pm – 02:00 pm	Poster Session	
	<ul style="list-style-type: none"> • <i>Deterring Within-Firm fraud: The Role of the Anonymous Reporting Channel</i> Elka Johansson, Deakin University; Peter Carey, Deakin University • <i>Earnings Forecast Accuracy in Australian IPOs: Does Auditor Transaction Expertise Matter?</i> Ross Rugdee, University of Western Australia; Inderpal Singha, University of Western Australia; Richard Heaney, University of Western Australia • <i>Work Design and Performance: The Implications of Geographically Distributed Audit Work on Staff Auditors</i> Denise Hanes, Bentley University • <i>Organizational Culture and Audit Judgment in Audit Firms</i> Takashi Nagami, Senshu University; Keio University, Senshu University; Koji Oyanagi, Senshu University • <i>Firm and Office Level Effects on Audit Quality: A Multilevel Approach</i> Kris Hardies, University of Antwerp; Christopher Koch, University of Mannheim • <i>Ownership Structure, Audit Fees, and Audit Quality in Japan</i> Naoki Kasai, Shiga University • <i>Joint Audits and Audit Quality: A Matter of Size and/or Seniority?</i> Hamida Chihi, Paris Dauphine University; Nadia Mhirs, Paris Dauphine University • <i>Audit Partner Rotation and Audit Firm Switching: The Association with Audit Fees</i> Jenny Stewart, Griffith University; Pamela Kent, Bond University; James Routledge, Bond University • <i>Investors' Judgments of Disclosures of Corporate Social Performance Tied to Managerial Pay: The Role of Corporate Social Responsibility Assurance</i> Helen Brown-Liburd, Rutgers Business School; Valentina Zamora, Seattle University • <i>Do Auditors Matter in Securities Class Action Lawsuits?</i> Steven Kaplan, Arizona State University; David Williams, Ohio State University • <i>A Taxonomy to Guide Research on the Application of Data Mining to Fraud Detection in Financial Statement Audits</i> Glen Gray, California State University at Northridge; Roger Debreceny, University of Hawai'i at Mānoa 	

02:00 pm – 03:00 pm	Parallel Sessions	
	Session 4A (Discovery) Chair: Gary Monroe	Session 4B (La Perouse) Chair: Peter Roebuck
	<p><i>The Effect of Small Firm Product Space Location on Audit Market Competition and Differentiation</i> Kenneth Bills, Colorado State University; Nathaniel Stephens, Utah State University; Marleen Willekens, KU Leuven</p> <p><i>Further Evidence on the Effect of Regulation on the Exit of Small Auditors from the Audit Market and Resulting Audit Quality</i> Neil Fargher, The Australian National University; Alicia Jiang, The Australian National University; Yangxin Yu, The Australian National University</p>	<p><i>The Audit Committee Oversight Process of the External Audit: Auditor Selection and Monitoring</i> Rogier Deumes, Maastricht University; Caren Schelleman, Maastricht University; Heidi Vander Bauwhede, Ghent University; Ann Vanstraelen, Maastricht University</p> <p><i>Enterprise Risk Management and the Financial Reporting Process: The Experiences of Audit Committee Members, CFOs and External Auditors</i> Jeffrey Cohen, Boston College; Ganesh Krishnamoorthy Northeastern University; Arnold Wright, Northeastern University</p>
03:00 pm – 03:30 pm	Coffee Break	
03:30 pm – 04:30 pm	Parallel Sessions	
	Session 5A (La Perouse) Chair: Elizabeth Carson	Session 5B (Discovery) Chair: Noel Harding
	<p><i>Auditor Industry Specialization and Evidence of Cost Efficiencies in Homogenous Industries</i> Kenneth Bills, Colorado State University; Debra Jeter, Vanderbilt University; Sarah Stein, University of Missouri-Columbia</p> <p><i>Bank Audit Fees and Asset Securitization Risks</i> Grant Cullen, Murdoch University; Dominic Gasbarro, Murdoch University; Gary Monroe, University of New South Wales; Greg Shailer, The Australian National University; Yu Yu Zhang, University of New South Wales</p>	<p><i>Partner Tenure, Familiarity Effect, and Auditor Choice</i> Katsushi Suzuki, Kobe University; Tomomi Takada, Kobe University</p> <p><i>Auditors' Ethical Judgments: Assessing the Effect of Ethical Sensitivity and Ethical Climate</i> Aida Hazlin Ismail, Universiti Teknologi Mara; Takiah Mohd Iskandar, Universiti Kebangsaan Malaysia; Zuraidah Mohd Sanusi, Universiti Teknologi Mara; Zaleha Abdul Shukor, Universiti Kebangsaan Malaysia</p>
04:30 pm – 05:00 pm	Wrap-up and ISAR 2014 – Ted Mock , University of California Riverside	