



AUDITING STANDARDS BOARD (ASB)

Meeting Summary

August 18, 2021

ASB Members

Tracy Harding, *Chair*

Brad Ames

Maxene Bardwell

Patricia Bottomly

Samantha Bowling

Sherry Chesser

Harry Cohen

Jeanne Dee

Horace Emery

Diane Hardesty (absent for vote)

Robert Harris

Kathy Healy

Jon Heath

Clay Huffman

Greg Jenkins

Maria Manasses

Andrew Prather

Chris Rogers

Tania Sergott

AICPA Staff

Jennifer Burns, *Chief Auditor*

Linda Delahanty, *Senior Technical Manager—A&A Standards*

Mike Glynn, *Senior Technical Manager—A&A Standards*

Ahava Goldman, *Associate Director—A&A Standards*

Hiram Hasty, *Associate Director—A&A Standards*

Judith Sherinsky, *Senior Technical Manager—A&A Standards*

Teighlor March, *Asst. General Counsel—General Counsel & Trial Board*

Andy Mrakovic, *Technical Manager— A&A Standards*

1. Chair's Update

Mr. Harding presented an update of recent Chair and Chief Auditor activity.

2. Risk Assessment

Ms. Manasses, chair of the Risk Assessment Task Force (Task Force), led the ASB in a discussion of proposed Statement on Auditing Standards (SAS) *Identifying and Assessing the Risks of Material Misstatement Through Understanding the Entity and its Environment* (Proposed SAS), which had been revised to take into consideration the issues identified in the

comment letters received in response to the Exposure Draft as directed by the ASB in previous meetings.

The ASB also discussed a draft of the Executive Summary, which is a document intended to summarize the major changes from extant AU-C section 315. After discussion, the ASB decided to include the Executive Summary as a preface in the final standard.

There were no significant matters or edits identified by the ASB during the presentation.

After the presentation, the ASB voted unanimously to issue the proposed standard as final. Ms. Hardesty was absent from the vote.

The final standard is expected to be issued in October with an effective date for audits of financial statements for periods on or after December 15, 2023.

3. Executive Session

The ASB expressed their appreciation for the hard work of, and bid farewell to, Hiram Hasty, who is retiring after twenty years with the Audit & Attest Standards team, and Marianna Royal, the A&A Standards team's first intern.