

**ASSOCIATION OF
CERTIFIED FRAUD EXAMINERS
CENTRAL OHIO CHAPTER
APRIL, 2011
NEWSLETTER**





Central Ohio Chapter of the C.F.E.

APRIL, 2011

“To improve fraud detection and deterrence through the education and interaction of our members and to aid community efforts to detect and prevent fraud”

FROM THE EDITOR

Well, I think we ‘officially’ made it through winter! I know – I just jinxed us! I mean, March came in like a lion and went out like Charlie Sheen! And April, if you’re new to Columbus, will make you yearn for March’s weather! I mean, be prepared for a lot of rain, snow, wind, with warming trends followed by cooling temps with chances of tornados and hail! ... and that’s just in one day! Hopefully, the ugly, longest winter EVER ... is behind us! Let’s keep our fingers crossed.

So, how’d you do on your basketball brackets? I’m sure, as soon as our Buckeye’s lost, there was a lot of ‘bracket wadding and shooting at the trashcan’ going on ... and, like our Buckeye’s in their last game, you probably missed the basket! I’m sure no one had UConn and Butler in the finals – unless it was that person in your office that knows nothing about basketball but still won ... you know who I’m talking about!

Don’t forget the Emerging Trends in Fraud Conference is on May 16-17 this year! Unlike Jim Tressel, feel free to forward this email on to any and everyone who you think may want to attend! I’d get in there and register early because this conference usually ‘sells out’ pretty quickly! And, unlike Jim Tressel, you know what to do with this information!

Also, please take note that our April luncheon has been moved from Phillips Hall to Frascch Hall – you know what they say – they can’t hit a moving target! I’m sure there is no truth to the rumor (which I am currently starting) that we’re relocating due to some ‘Witness Relocation’ plan! That’s just an ugly rumor started by some irresponsible person that is trying to use ‘filler’ in his/her newsletter column!

BTW – I went golfing the other day and my game has changed ... for the worse! So, in theory, I can only get better – or play left handed! Maybe that’s my problem!!! Why do my practice swings look and feel so much better than my actual swing? An age old mystery!! You’d think as many times I swing a club in a round, I’d get better! Oh well ... FORE!!!

MT

TABLE OF CONTENTS

Page 1 ...	From the Editor/Prez Message
Page 2 ...	Board of Directors/Board Minutes
Page 4...	April’s Speaker/Upcoming Meetings
Page 5 ...	Walk Ins Welcome/Remember/ Reservations/Seminar
Page 6 ...	CFE Prep Course/Officer Duties
Page 8 ...	Central Ohio CFE Membership Renewal
Page 9 ...	Luncheon Directions



PRESIDENT’S MESSAGE

Hello Everyone –

Think Spring!!

Although Spring officially arrived on March 20th, warm temperatures like we had this past weekend gives us hope that Spring is more than just a myth. With this hope, many of us start to make our Summer plans. Hopefully, your plans include some rest and relaxation.

With that in mind, I would like to remind you of a couple of upcoming events to put on your calendars - The Emerging Trends conference in May and the annual chapter officer and director election in June.

On May 16-17, the 2011 Emerging Trends Emerging Trends in Fraud Investigation and Prevention Conference will be held at the Hilton Easton. Please do not procrastinate in registering because several late applications had to be declined last year due to space limitations and the number of registrants for this increasingly popular conference.

Having started this conference eleven years ago, our chapter now co-sponsors the conference along with the Ohio Auditor of State, Dave Yost, The Ohio Society of CPAs, Franklin University, and the Attorney General, Mike DeWine. Each year, we solicit sponsorship money from various organizations in the region to help fund our chapter’s educational and community-service projects.

If the organization for which you work would be interested in helping fund these projects, please contact Laura Aeh at lauraah@ymail.com or 614-581-8328 or Gary at glb.northcoast@me.com or 614-861-7560. The conference is a great place to market the services your organization offers.

Below are three links you may find useful in registering for the conference:

1. The Auditor of State's website -

<http://www.auditor.state.oh.us/>

- you can click on "Training/Conferences" in the left side bar or use the next URL

2. To retrieve descriptions of the workshops and/or register for the conference:

<http://www.auditor.state.oh.us/conferences/default.htm>

- You can also nominate candidates for the Sentinel Award at this site.

3. To go straight to the registration page:
<http://www.auditor.state.oh.us/conferences/fraud/Registration/Default.aspx>

The speaker for our April 20th meeting will be Dr. Henry Smith, an Associate Professor of Accountancy at Otterbein University. His presentation will focus on the development and growth of the ACFE's Higher Education Program and Anti-Fraud Education Partnership.

If you are interested in running for office in our chapter or know someone who is, please send those names to Danny Case, our chapter's Secretary, to be added to the June ballot. Please review the qualifications required for the various positions.

I look forward to seeing you on April 20th. Registration will begin at 11:30 AM with lunch and speaker to follow. We will be respectful of your time and will adjourn no later than 1:00 PM. The meeting will be Fresch Hall, room 422/423 on the campus of Franklin University. Fresch Hall is located on the corner of South Grant Avenue and Rich Street. There is a limited number of free parking spaces next to Fresch Hall with additional free parking one half block away in the Clock Tower parking lot on South Grant Avenue.

David E. Welch, DBA, CPA, CFE
 President, Central Ohio Chapter of the ACFE
 614.947.6108
welchd@franklin.edu

DIRECTORY OF OFFICERS 2010-2011 CHAPTER YEAR	
<p>President Dave Welch, DBA, CPA, CFE (614) 947-6108 welchd@franklin.edu</p>	<p>Vice-President Michael Day, CFE, CGAP (614) 728 - 6475 meday@auditor.state.oh.us</p>
<p>Treasurer Peter Kimani, CFE, CPA, (614) 638-1873 pkimani@gmail.com</p>	<p>Secretary Danny Case, CFE, CPA (614) 716-1153 dlcase@aep.com</p>
<p>Board Member Stephanie (Sam) Smith, PhD, CFE (614) 260-7267 samsmith7625@gmail.com</p>	<p>Past President Chrissie Powers, CFE, CPA, CVA, CFF (614) 722-7914 chrissie.powers@att.net</p>
<p>Dr. Tom Hrubec, CFE, CPA, CMA hrupect@franklin.edu (614) 947-6100</p>	<p>Speaker's Bureau VACANT</p>
<p>Training Officer Dr. Henry C. Smith, III, CFE, CMA, CCS hcsmith@otterbein.edu (614) 823-1298</p>	<p>Student/Board Liason Errin Linder errinlinder@yahoo.com</p>
<p>Newsletter Editor/Website Administrator Michael Toth, CFE (614) 728-7112 mhthoth@auditor.state.oh.us</p>	
<p>Central Ohio CFE Website http://www.cocfe.homestead.com/</p>	



The 2011 Emerging Trends in Fraud Training is May 16-17. So, mark your calendars.


**NOVEMBER 15, 2010
 MINUTES OF EXECUTIVE
 COMMITTEE MEETING**

The meeting was called to order by Dave Welch. Others in attendance were Danny Case, Chrissie Powers, Peter Kimani, Tom Hrubec, Sam Smith, and Errin Linder.

The following agenda items were discussed at the meeting:

- The Secretary's report was delivered by Danny Case. Currently, the Central Ohio chapter has 93 members. A current

listing of members was provided to the Board members.

- The Board had a discussion concerning when memberships are effective as there had been several members join the chapter since September who have questioned if they owes dues for 2011 since they just paid their dues. The Board decided to consider all memberships paid since September 1, 2010 as 2011 memberships. The membership application was revised to include the following statement: “New Applicants: Dues paid between 10/01/10 and 12/31/10 will be applied to the following calendar year.” This rule will be applied in future years.
- The Membership Committee Report was given by Tom Hrubec as follows:

Ideals for recruitment of new members included having a free lunch for first time visitors once or twice a year, making sure that the monthly luncheon presentations are what the members want to hear about, contacting various agencies by letter making them aware of the chapter and enclosing a voucher which could be filled out for a free lunch, Board members sending out emails inviting individuals to the monthly meetings, obtaining the attendee listing from the Emerging Trends Conference and contacting individuals who are in the central Ohio area.
- The Treasurer’s report was delivered by Peter Kimani and accepted by the Board. The chapter currently has a balance of \$31,883.74 in all accounts. The Board approved payment of the invoice from the caterer for the September luncheon.
- Danny Case advised the Board that notice had been received from the Internal Revenue Service that the Chapter’s application for tax exempt

status had been approved with an effective date of September 1, 2009.

- The Training Director report was presented to the Board by Henry Smith via email as he was not able to attend the meeting.
 - a) A proposed member survey was presented for the Board’s review and comments. All comments are to be made to Henry so that the final version can be made available to the members.
 - b) As of November 12, 2010 there were two applications received for the CFE Prep Course for the Class of 2011.
 - c) Henry is in the process of rewriting the commitment to be signed by new members of the classes taking the CFE Prep Course to reflect the wording now contained in the informational file used to offer the course to members. Specifically, the rewrite deals with the monetary reimbursement to be given to those who complete the requirements of passing the prep course and the CFE certification exam.
 - d) Henry is still checking on the status of the three individuals in the class of 2010.
 - e) There have been no Community Projects requests received or approved by the Board to date.
- There was no update available on the status of the Chapter’s new website as contact could not be made with Mike Day. Dave Welch stated that he has viewed a 30 minute webinar/tutorial from StarChapter on the website services that they offer. The cost was \$100.00 per month and \$85.00 per month if the credit card option was not selected.

Dave indicated that he would look into having this presentation made available to the Board members.

- A brief update was given concerning the Emerging Trends Conference which will be held on May 16-17, 2011. The committees have started meeting and are in the process of obtaining speakers. Early enrollment is being encouraged since the conference had a waiting list last year.
- The License Agreements with Franklin University were submitted for the November and December meetings.
- Dave Welch presented to the Board a motion for sponsorship of general session and break-out session speaker Don Rabon from National ACFE for the Emerging Trends Conference. After discussion concerning the need for the chapter to be more involved in the conference, the Board approved this motion. Fees were stated to be \$2,500.00 and expenses to be \$700.00.
- A motion was made and approved to adjourn the meeting.

**PLEASE NOTE: THE CURRENT YEAR'S
BOARD MINUTES WILL BE
FORTHCOMING!**



**APRIL 20th
LUNCHEON SPEAKER
HENRY C. SMITH III
OTTERBEIN UNIVERSITY**

Henry C. Smith, III, graduated from The Virginia Military Institute in 1966 with a B.S. Degree in Chemistry, from Troy State University with an MBA in 1977, and then received his Ph.D. From the Virginia Commonwealth University in 1994, majoring in accounting. His certifications include

being a Certified Fraud Examiner (CFE), a Certified Management Accountant (CMA), and a Certified Controls Specialist (CCS). He is currently an Associate Professor of Accountancy at Otterbein University, teaching in the fields of management accounting, forensic accounting, and fraud examination. He has just completed developing a four course fraud track at the graduate level; that is being implemented in the Fall of 2011.

Henry began working with the Association of Certified Fraud Examiners in 1996 when there were less than ten people teaching fraud examination classes in colleges and universities across the nation. From that point on The ACFE has developed the Higher Education Program, stressing the ACFE Anti-Fraud Education Partnership. The presentation that will be given is focused on the development and growth of both the program and partnership, to include the supplemental actions taken by and materials available from the ACFE.

UPCOMING MEETINGS

Get out your Franklin Planner, update your Outlook calendar or write these following dates on the back of your hand because, on the third Wednesday of the selected months, we've got a date at Franklin University – Phillips Hall for the Central Ohio CFE luncheons ... don't be late and I promise to have you home by midnight!!

- April 20, 2011
 - May 16-17, 2011 (Emerging Trends)
 - June 15, 2011 (Elections)
-



Walk-Ins Welcome ... But ...

If you don't plan on eating at the luncheon, please be aware that you will be charged the normal \$12.00 (Member)/\$14.00 (Non-Member) fee upon entry to the luncheon! In order for anyone to receive the 1 hour of CPE from the National CFE, this fee must be collected! (whether you ordered a lunch or not!) Please, no brown-bags!

Don't blame the messenger – blame National! Yea – That's it!!

Don't Forget



... To fill out and submit, along with your dues, your 2011 Central Ohio CFE membership form! (See page 6)
If you're a new applicant and paid your dues between 10/01/10 and 12/31/10, your dues will be applied to the following calendar year!
Merry Christmas!

LUNCHEON RESERVATIONS!!

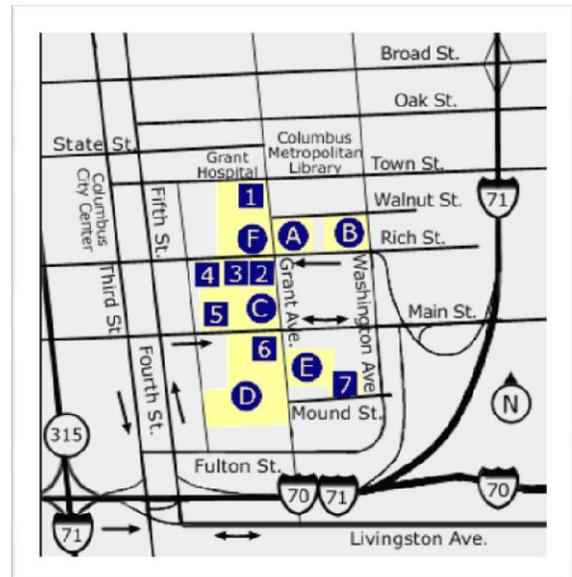


Please email Peter no later than April 18, 2011 at:

PKIMANI@GMAIL.COM

*****NOTICE*****

THE LUNCHEON MEETING HAS BEEN MOVED TO FRASCH HALL, ROOM 422/423 FOR THE APRIL 20TH MEETING!



**#1, FRASCH HALL
201 S. GRANT AVE.**

**ATTENDEES CAN PARK IN LOT B
OR LOT C**

CFE Prep Course Class of 2011

The Central Ohio Chapter of the ACFE is now accepting applications for the Class of 2011 Prep Course for CFE Certification of regular members. Submit your application by contacting Henry C. Smith, III, Training Director, at hcsmith@otterbein.edu, expressing your interest in the program. Criteria for selection:

1. Be eligible for certification during the calendar year 2011 based upon both the education and experience requirements of the ACFE
2. Be a member of both the Central Ohio Chapter of the ACFE and the ACFE.
3. Purchase the ACFE Exam Prep Course at the current cost.
4. Agree to complete the course and final certification exam during the calendar year 2011.
5. Provide updates, as requested by the Training Director, concerning your progress toward completion.
6. Sign a contract with the Central Ohio Chapter of the ACFE agreeing to the above specified terms.

The Central Ohio Chapter of the ACFE Board of Directors has approved reimbursement for up to five members of the Class of 2011 for successful completion of the CFE Prep Course and CFE certification exam no later than December 31, 2011. Reimbursement is 50% of incurred out-of-pocket costs, up to a maximum of \$500.00. Reimbursement will be made only to the first 5 members to complete the exams and submit proof of completion paperwork. Completion paperwork is due prior to March 30, 2012.

Student CFE Prep Course Program

The Central Ohio Chapter of the ACFE is also accepting applications from student members who would like to take the CFE Prep Course. Benefits associated with this program include:

1. Reduced membership fees for the Central Ohio Chapter of the ACFE (current cost of \$ 10) and the ACFE (current cost of \$ 25).
2. Purchase of the Student Package (current cost of \$350) that includes the CFE Exam Prep Course, a waiver of the CFE Exam fee, and the first year CFE membership dues are waived.

Submit your application by contacting Henry C. Smith, III, Training Director, at hcsmith@otterbein.edu, expressing your interest in the program. Criteria for selection are the same as for regular members above.

The Central Ohio Chapter of the ACFE Board of Directors has approved reimbursement for up to five student members for the successful completion of the CFE Prep Course and CFE certification exam no later than December 31, 2011. Reimbursement is 50% of incurred out-of-pocket costs, up to a maximum of \$175.00. Reimbursement will be made only to the first 5 student members to complete the exams and submit proof of completion paperwork. Completion paperwork is due prior to March 30, 2012.

The following Board Positions are up for election at our June 15, 2011 luncheon:

Vice President

Secretary

Board Member at Large

Chapter Officer Duties

Below are the general duties for chapter officers. Additional duties or restructuring of duties may vary with each chapter.

President

Only a certified member of the Association of Certified Fraud Examiners who is in good standing may hold the office of President. The President shall be the executive head of the Chapter, and when present, shall preside at all meetings of the Chapter and Board of Directors. He or she shall exercise general supervision and management of the affairs of the Chapter; shall consult with and inform other Officers and Directors, Members, and the Corporation of significant events; shall make an annual report to the Members of the Chapter and the Corporation; and shall have additional duties as may be delegated by the Board from time to time.

Vice President

The Vice President shall report to the President and shall assume the duties of the President in his or her absence. The Vice President shall be responsible for other duties that the Board shall delegate from time to time. The Vice President shall be a Member of the Association of Certified Fraud Examiners in good standing. The Board may vote to allow Associate Members to hold the office of Vice President. Notwithstanding the forgoing, if the office of President becomes vacant before the expiration of the term, the Vice President may not assume that position for the unexpired term unless the individual is a Certified Fraud Examiner in good standing.

Secretary

The Secretary shall report to the President and shall be responsible for maintaining all records, other than financial, maintained by the Chapter. The Secretary shall also be responsible for the Membership records and

attendance; the minutes of the meetings; and other duties that from time to time may be required. The Secretary shall be a Member of the Association of Certified Fraud Examiners in good standing.

Treasurer

The Treasurer shall report to the President and shall be responsible for all financial records maintained by the Chapter. All moneys received by the Chapter as well as disbursements there from, shall be the responsibility of the Treasurer. He or she will ensure that any funds received are properly deposited for safekeeping to the credit of the Chapter; that all disbursements are properly approved; that the Board is kept advised of the status of the accounting of funds; and otherwise perform appropriate duties to see that the assets of the Chapter are properly safeguarded. The Treasurer shall produce annual financial statements of the Chapter and submit them to the Board and the Corporation within three months of the end of the Chapter's fiscal year. The Treasurer shall be a Member of the Association of Certified Fraud Examiners in good standing.





MEMBERSHIP APPLICATION FOR THE CALENDAR YEAR 01/01/2011 through 12/31/2011
ASSOCIATION OF CERTIFIED FRAUD EXAMINERS
CENTRAL OHIO CHAPTER

(NEW APPLICANTS: Dues paid between 10/01/10 & 12/31/10 will be applied to the following calendar year.)
PLEASE PRINT LEGIBLY

Name _____ Nickname: _____
Professional Certifications: _____
Job Title: _____
Employer: _____
Preferred Mailing Address: Office: _____ Residence: _____
Street: _____ Email Address: _____
City: _____ State: _____ Zip Code +4: _____
Telephone: Office () _____ Home () _____ Cell () _____
Please include me in any directory that is made available only to other members ___ Yes ___ No

Central Ohio Chapter Membership Dues and Stipulations

Please Indicate Membership Level

___ Certified Member \$20.00 A Certified Member is a CFE and current member in good standing with the National Association of Certified Fraud Examiners (ACFE).

ACFE Member ID# _____

** A Certified Member is eligible to vote, hold offices in the Chapter, and serve on Chapter committees.

___ Associate Member \$25.00 An Associate is an Associate current member in good standing with the National ACFE.

ACFE Member ID# _____

** An Associate Member is eligible to vote, serve on Chapter committees and hold offices in the Chapter, other than President and Training Director.

___ Affiliate Member \$30.00 An Affiliate member is not a current member of the National ACFE and may not claim affiliation with ACFE.

** An Affiliate member may attend Chapter meetings and serve on Chapter committees.

An Affiliate member is eligible to participate in Chapter training programs.

(Note: Student affiliate status is available to full time students for \$10).

ANNUAL DUES ARE PAYABLE ON OR BEFORE JANUARY 1, 2011

Mail this application, your check (payable to Central Ohio Chapter ACFE) and your business card to:

Central Ohio Chapter-ACFE,

P.O. Box 15312

Columbus, OH 43215

This is a Membership Renewal _____ New Membership Application _____

If new member, I was referred by: _____

Annual Dues for the Central Ohio Chapter do not include annual dues for National ACFE. Affiliate members are encouraged to seek membership with ACFE. Call (800) 245-3321 in Austin, Texas for membership information.

Signature _____

Date _____

RESERVATIONS REQUIRED! In case you've forgotten, the Columbus Chapter CFE will be holding their next Luncheon on April 18, 2011 at the **FRANKLIN UNIVERSITY, FRASCH HALL, ROOM 422/423**. As is always the case, the food will be great and the speaker will be superb! However, reservations are required.

PRICES: \$12.00 Member/ \$14.00 Non-Member

RSVP: Peter Kimani
(614) 638-1873

E-Mail: pkimani@gmail.com

AGENDA: 11:15am Registration
11:30am Lunch
12:00n Speaker

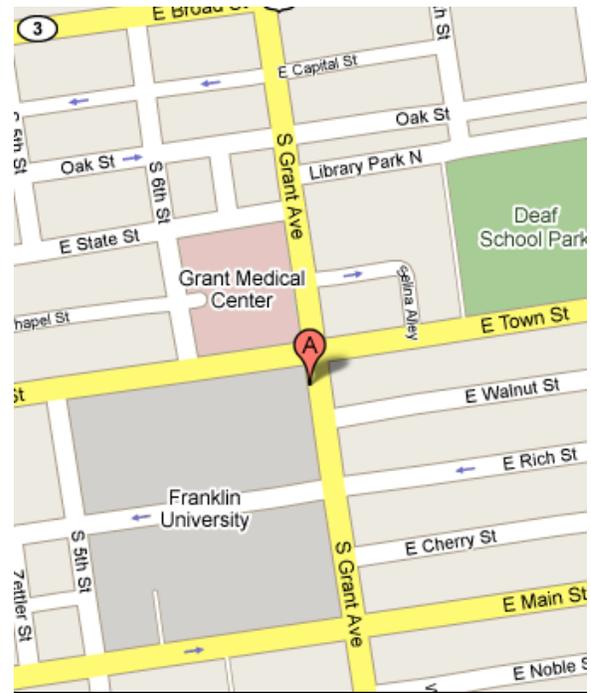
POLICY: The deadline for reservations/cancellations is Monday, April 18, 12:00 noon.

NOTE: ALL RESERVATIONS MADE AND NOT CANCELED BY THE DEADLINE MUST BE PAID FOR.

BONUS: ONE LUNCHEON = ONE HOUR CPE

Check out the National CFE Website: WWW.ACFE.COM

Franklin University – Frasch Hall



CENTRAL OHIO CHAPTER, ACFE