

This presentation was produced by the ICAEW
under the IFAC accountancy capacity building program



with funding provided by UK aid from the UK government.



The views expressed do not necessarily reflect the UK government's official policies.

The role of a Professional Accountancy Organization and the different models of regulation of auditors and accountants

Bishkek, 15 March 2018

Maria Chuvashева , IFAC

– PAO roles and responsibilities

Mark Campbell, ICAEW

– The CAPA PAO Maturity Model

Jon Hooper, ICAEW

– PAO roles in the regulation of accountants

Maria Chuvashева , IFAC

– PAO roles and responsibilities

Mark Campbell, ICAEW

– The CAPA PAO Maturity Model

Jon Hooper, ICAEW

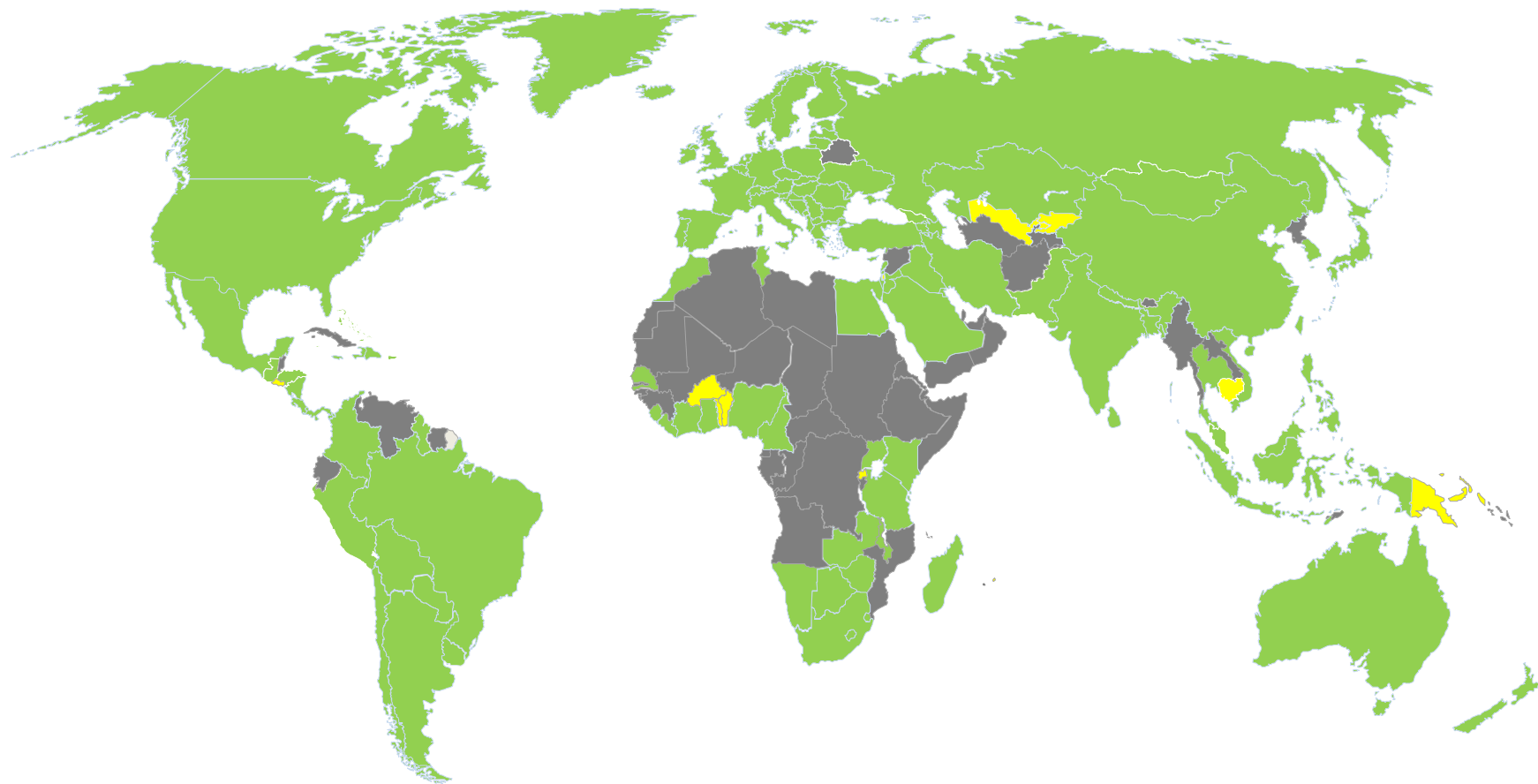
– PAO roles in the regulation of accountants



Международная федерация бухгалтеров (МФБ)

- Основана в 1977 году
- Более 175 организаций-членов
- Более 130 стран и юрисдикций
- 3 миллиона профессиональных бухгалтеров в государственном и частном секторах
- Общественный интерес, глобальный охват, свобода от коммерческого интереса
- Уникальная роль: посредник, фасилитатор, организатор, влиятельный голос

Международная федерация бухгалтеров (МФБ)



Роль Профессиональных Организаций

Обучение, подготовка и профессиональная квалификация

- MCO (IES) SMO 2

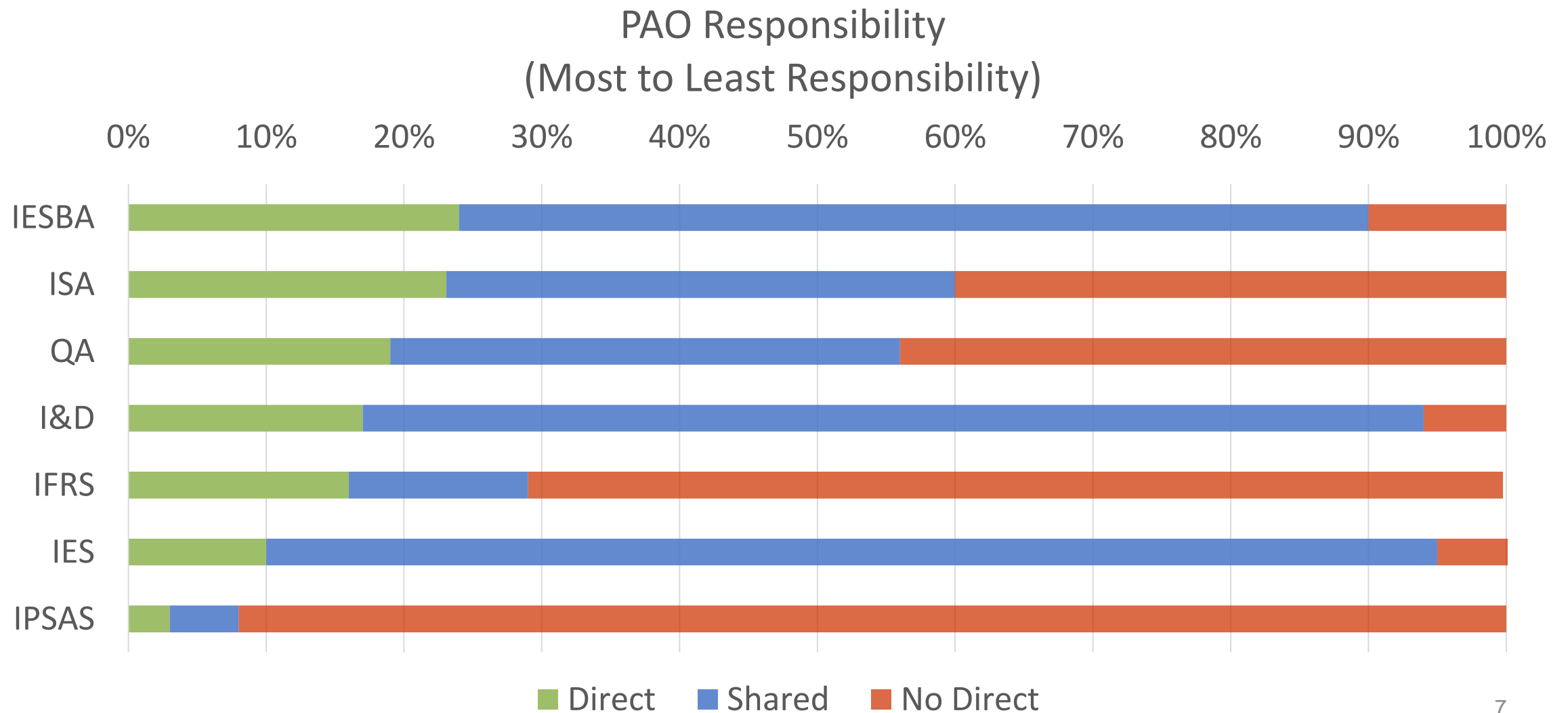
Регулирование

- Механизмы обеспечения качества аудита (SMO 1)
- Механизмы расследования жалоб на членов и дисциплины членов, нарушивших нормы (SMO 6)

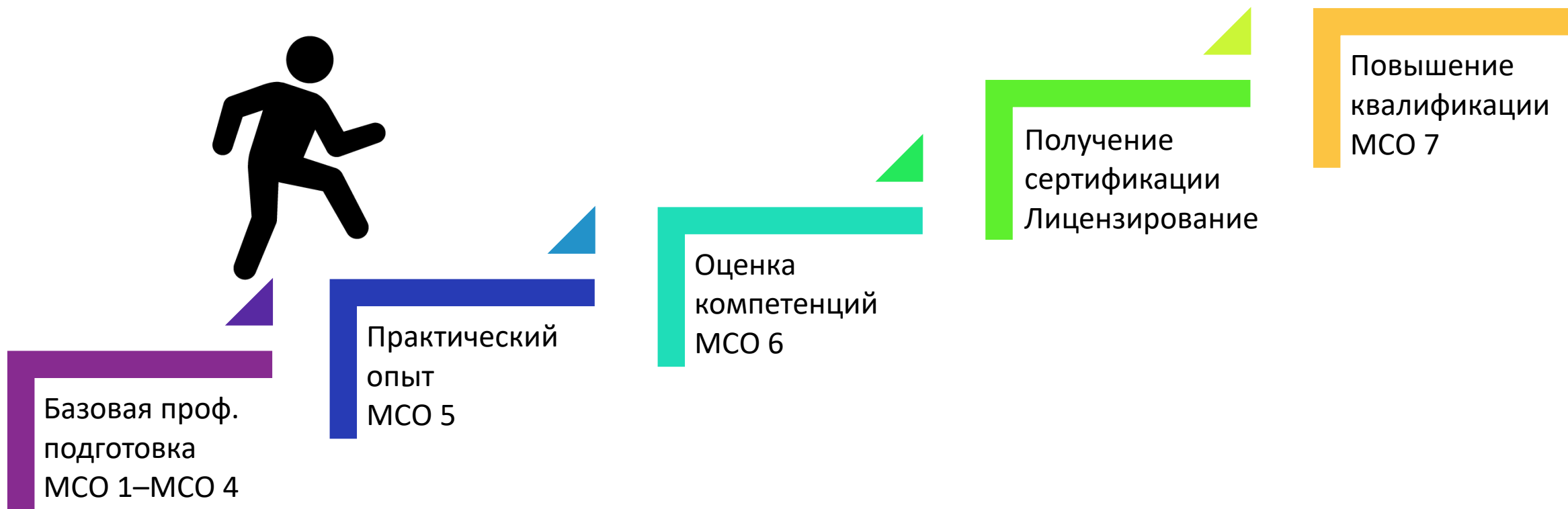
Принятие и внедрение международных стандартов

- Статус принятия международных стандартов (SMO 3, 4, 5, 7)
- Мероприятия в поддержку внедрения (руководство, инструменты и обучение)

Роль ПО в процессе внедрения стандартов



Обучение





HOW MATURE IS A PAO? – THE CAPA MATURITY MODEL

CAPA has a model with **16 dimensions (measures)** for evaluating a PAO

- » Membership – public interest – member involvement - standards (IFRS, ISA etc)
- » Legal & market recognition – governance – funding & business model – infrastructure & management
- » Ethics – quality assurance – investigation & discipline – professional qualification
- » International relationship – advocacy & influence – member services - CPD



CAPA MATURITY MODEL

Evaluating a PAO – examples of 5 CAPA maturity:

» **Public interest**

- » PAO works across all accountancy and also internationally
- » PAO advocates public interest in all matters (not for profit)

» **International relations**

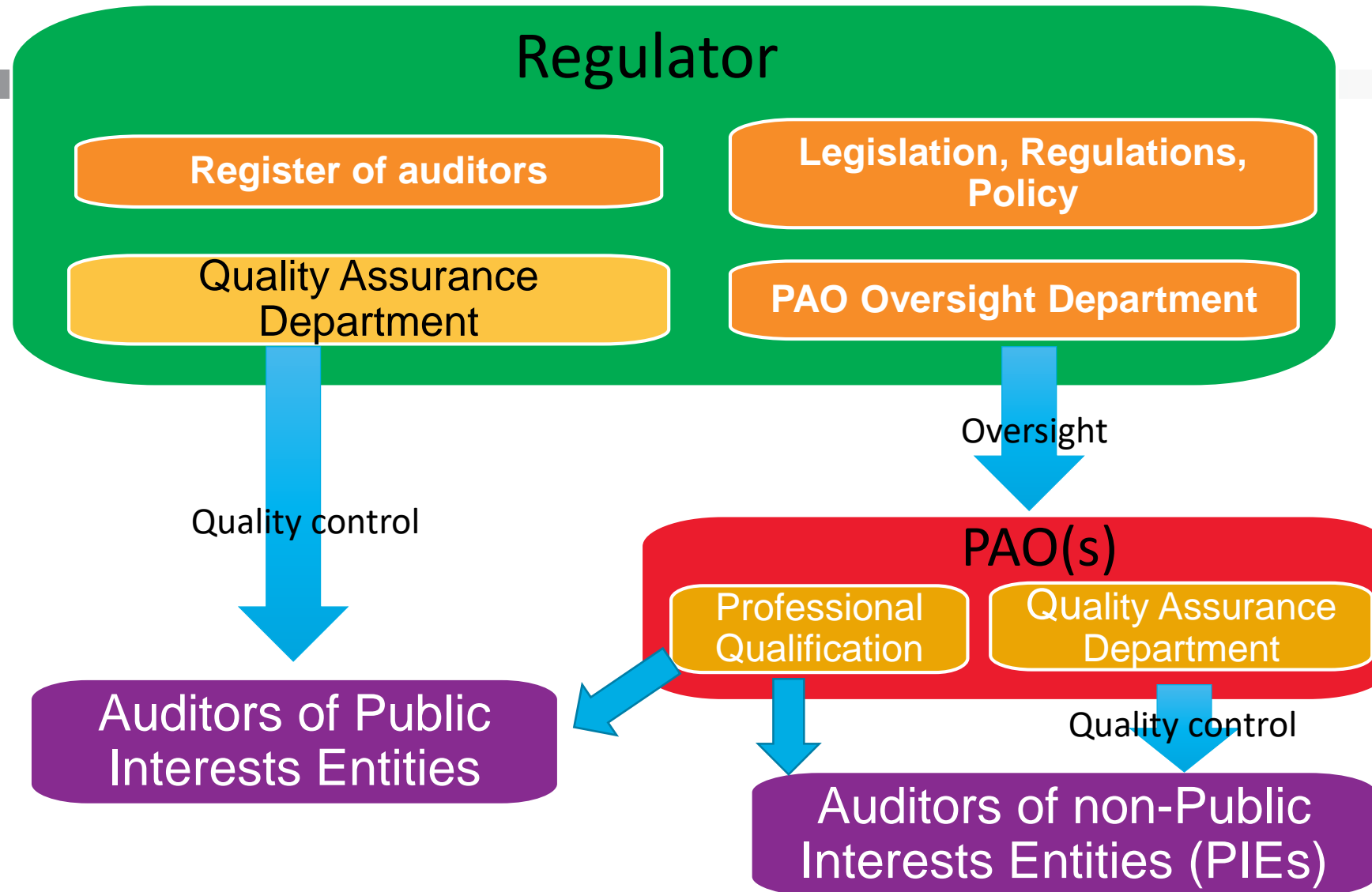
- » PAO is a member of regional and/or international body (IFAC)

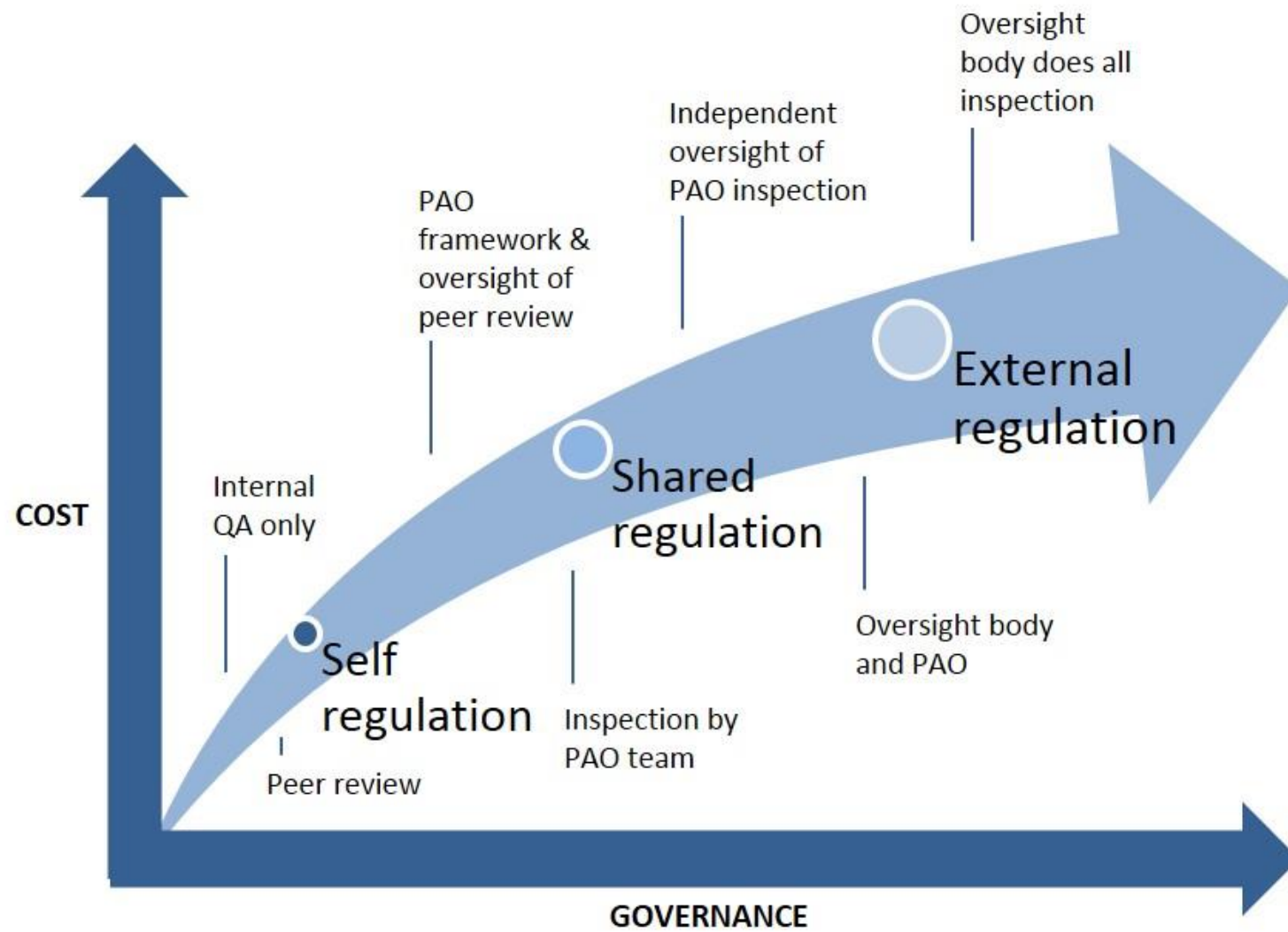
» **Membership**

- » PAO has categories of members covering the national economy

» **Advocacy**

- » PAO works to champion and develop the profession







Cooperation

Cooperation not conflict:

- » All have the same goal – audit quality
- » If roles are clear, there should not be conflict
- » POB must be independent of the PAO/profession
- » POB is not required to be independent of the MOF, although in some cases some distance is beneficial
- » The following diagram is a typical structure:



Relationship of Regulator and PAO

- » IFIAR's membership criteria are:
 - » POB must be independent from the profession
 - » POB must have ultimate responsibility for a system of recurring inspections of auditors of PIEs
- » Any delegation of tasks (e.g. quality inspection, education) to a Chamber or PAO must be subject to conditions. POB must inspect compliance and penalise non-compliance
- » Good practice is for POBs work in close cooperation with Chamber or PAOs to improve audit quality and thus financial reporting

Acknowledgments

This presentation was produced by the ICAEW
under the IFAC accountancy capacity building program



with funding provided by UK aid from the UK government.



The views expressed do not necessarily reflect the UK government's official policies.