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**Detroit Chapter**

VOLUME 21, #5

REGION 2, CHAPTER 8

JANUARY 2007

*Monthly Meeting*  
*Thursday, January 11, 2007*  
*Joint Meeting With*  
*The Southeast Michigan*  
*Association of Certified Fraud Examiners*

**Pre-Dinner Topic:** “Digital Forensics”  
Paul E. Zikmund, Director of Fraud and Forensic Services,  
Control Solutions International

**After-Dinner Topic:** “Case Study of Embezzlement”  
Barry Webne

**Date:** Thursday, January 11, 2007

**Time:** 4:30-5:00 Registration/Networking  
5:00-6:00 Before-Dinner Presentation  
6:00-7:00 Dinner  
7:00-8:00 After-Dinner Presentation

**Location:** Tapestry  
(See map and directions on page 7)  
24580 Evergreen  
Southfield, Michigan 48075  
(248) 356-5602

**Cost:** \$25.00 Members  
\$35.00 Non-Members  
\$10.00 Students and Retirees

Reservations will be taken by Suzanne McCormick. Please make reservations by **NOON** on **FRIDAY, JANUARY 5**. You can make your reservation online at [isaca-det.org](http://isaca-det.org) or e-mail your reservation to Suzanne McCormick at [jsmccor65@aol.com](mailto:jsmccor65@aol.com). If you do not have access to the Internet, call Suzanne at (248) 471-3075. Please include your name, certification, company, telephone number, and whether you are a Member, Non-member, Student or Retiree. All e-mail reservations will receive a personal confirmation that the reservation was received. Walk-ins are welcome.

**Visit our web site at: [isaca-det.org](http://isaca-det.org)**

## *Letter from the President*

Happy New Year!

Thank you for joining us last month at our second joint meeting of the year with the IIA at the VisTaTech Center in Livonia. We had a tremendous turnout of 87 ISACA members and 100 IIA members for the busiest month of the year! For those of you who were unable to attend, you missed two great presentations on Internal Investigations and Computer Forensics. Our before dinner speaker, Richard Rytman, Director of Technical Services for Veritas Information and Risk Consultants, presented on Internal Investigations and fielded many questions from the audience on his topic. Our after dinner speaker, Scott Wrobel, Director in the Dispute Advisory & Forensic Services Group of the Detroit offices of Stout Risius Ross, Inc., delivered a very relevant topic on Computer Forensics. I'd like to extend a special thank you to Scott for making the last minute arrangements to have Richard speak, as our original speaker, Glenn Sheets, was called out of town on business.

Judging from the substantial credit card line at the check-in table last month, our launch of credit card acceptance has been warmly welcomed. I apologize for the line delay at the last meeting as we are still in the process of ironing out the kinks (loading paper in the machine!) and developing our customer service procedures. Our next phase of credit card acceptance via our Chapter website using PayPal is currently in development. Stay tuned to our website and the Databyte for an announcement in the near future.

Registration for the December exam administrations closed with more than 13,300 Certified Information Systems Auditor (CISA) and 2,000 Certified Information Security Manager (CISM) exam registrants. Approximately eight weeks after the test date, the official exam results will be mailed to candidates.

Registration for the June 2007 CISA and CISM exams began the second week of November. Candidates may view or print a copy of the CISA or CISM Bulletin of Information for the June 2007 exams at [www.isaca.org/cisaboi](http://www.isaca.org/cisaboi) and [www.isaca.org/cismboi](http://www.isaca.org/cismboi).

ISACA's CISA and CISM certification boards recently approved changing the way exams are scored. To alleviate confusion with the previous scoring method and provide greater clarity, ISACA will use a 200-800 point scale with a passing point of 450, beginning with the June 2007 exam. Using a 200-800 scale will increase the range of scores and also eliminate the perception that the score is a percentage. This scoring method is used by several testing organizations, including the well-respected SAT and GRE exams.

Please remember to submit your 2007 annual membership fees and any associated certification fees and continuing professional education (CPE) hours by January 15, 2007.

If you have any ideas to share, or specific areas you would like to see us focus on, either through our chapter meetings, or through training seminars, please feel free to contact me at [bkarl@hornmurdockcole.com](mailto:bkarl@hornmurdockcole.com) or call me at 248.633.2347.

I look forward to seeing you at the January joint meeting with the CFE's at the Tapestry.

Brenda L. Karl, CISA  
President, ISACA Detroit Chapter



**PRE-DINNER INFORMATION****“Digital Forensics”****Paul E. Zikmund**

Director of Fraud and Forensic Services  
Control Solutions International

Paul E. Zikmund as Partner Fraud and Forensic Services at Control Solutions International is responsible for providing fraud investigation, detection, and prevention services to clients.

Mr. Zikmund has nearly twenty years of experience in the fraud and forensic accounting specialties and has effectively managed global fraud and forensic teams at various Fortune 500 companies. His experience includes investigation of insurance, healthcare and financial frauds; conducting forensic audit engagements; providing litigation support for a variety of legal issues; and implementation of various antifraud programs and controls, including fraud risk assessment and education/awareness programs on the detection and prevention of fraud.

Mr. Zikmund went to Control Solutions from Deloitte & Touche Enterprise Risk Services where he was responsible for assessing and implementing antifraud programs and control solutions for clients. Prior to joining Deloitte & Touche, Mr. Zikmund was the Director of Forensic Investigative Services for Tyco International. During his tenure there, he managed a global fraud and forensic services group responsible for investigating allegations of fraud within the company. Paul worked to develop and implement the company's fraud risk assessment process, designed and provided fraud detection training for the Internal Audit department, and established the company's investigative guidelines. Earlier, Mr. Zikmund also served as Director of Fraud Investigative Services at Dow Chemical, Director of Corporate Security for Nortel Networks, and Senior Investigator for Union Carbide Corporation. He started his career working in various capacities of law enforcement, including investigation of healthcare and insurance fraud.

Pre-Dinner information continued of Page 5

**AFTER-DINNER INFORMATION****“Case Study of Embezzlement”****Barry Webne****PRESENTATION OUTLINE**

- I) Brief Introduction and summary of my life.
- II) Summary of my criminal history
  - A) Personal white-collar criminal history before the Intensive Confinement Center (ICC) in 1996.
  - B) Personal history after release from the ICC in 1997.
  - C) My ability of picking out weak spots in an organization – common for other criminals also.
    - 1) At what point is this a liability or an asset?
- III) Addictive behavior – Addiction to money is no different than drugs, alcohol or gambling.
  - A) “The hidden addiction” to money – (my downfall) – Affects a large number of white-collar criminals. We have experienced only the tip of the iceberg in this area.
  - B) No cure for any addictions – only support networks – there is no cure, only maintaining a safe distance from the source of the addiction.
  - C) There are no support groups for white-collar criminals – No Embezzler’s Anonymous.
- IV) Why do people commit fraud and other white-collar crimes?
  - A) Addictive behavior – greed.
  - B) Temptation – looking for the short-term “fix”, instead of the long-term impact of their choices.
  - C) Insecurity and the inability to say “No” to bosses, spouses, family, etc...
  - D) Federal and States prisons are full of violent criminals – punishment is too light – no room for fraud or white-collar criminals.
  - E) The ability to say, “I put one over on you” or “I got you”.
  - F) It’s easy to do – There are not enough internal controls in the world today to prevent fraud and white-collar crimes - even with Sarbanes-Oxley.

After-Dinner information continued on Page 5

## YEAR AT A GLANCE

January 5, 2007	Reservations due by noon for the January 11 ISACA/CFE joint dinner meeting
January 11, 2007	<b>Chapter Meeting – Joint meeting with the Southeast Michigan Association of Certified Fraud Examiners</b> – Tapestry (Thursday) “Digital Forensics” Paul E. Zikmund, Control Solutions International “Case Study of Embezzlement” Barry Webne
January 17, 2007	Deadline for articles, information and advertisements for the February issue of the Databyte
February 7, 2007	Deadline for early registration for the June CISA and CISM Exam
February 14, 2007	Deadline for articles, information and advertisements for the March issue of the Databyte
February 16, 2007	Reservations due by noon for the February 21 ISACA dinner meeting
February 21, 2007	<b>Chapter Meeting</b> – University of Michigan – Dearborn Fairlane Center North “Continuous Auditing- Keys to Implementing and Maintaining” Simon Dealy, Control Solutions “A Continuous Audit Approach Being Used Today” Susan Yamin and Sean Spitsbergen, Comerica Inc.
March 12, 13, 14, 2007	<b>ISACA/IIA Spring Seminar</b> – The University of Michigan Dearborn Campus
March 16, 2007	Reservations due by noon for the March 21 ISACA dinner meeting
March 21, 2007	Deadline for articles, information and advertisements for the April issue of the Databyte
March 21, 2007	<b>Chapter Meeting</b> – University of Michigan – Dearborn Fairlane Center North “IT Security Life Cycle” Dan Shoemaker, Director of the Masters of Science in Information Assurance at U of D Mercy “System Development” Charles A. Silva and Dana Cordes, General Motors Corporation
April 4, 2007	Deadline for final registration for the June CISA and CISM Exams
April 13, 2007	Reservations due by noon for the April 18 ISACA dinner meeting
April 18, 2007	Deadline for articles, information and advertisements for the May issue of the Databyte
April 18, 2007	<b>Chapter Meeting</b> – University of Michigan – Dearborn Fairlane Center North “Auditor Profile and Resume Writing” Caitlin McGraw, Lander International LLC
May 11, 2007	Reservations due by noon for the May 16 ISACA Annual General Meeting
May 16, 2007	<b>Chapter Meeting</b> – University of Michigan – Dearborn Fairlane Center North <i>Annual General Meeting</i> Chapter Update, Awards, Recognition
June 9, 2007	CISA and CISM Exams

## New Detroit Chapter Members

Sharhona R. Anderson  
Arif Dar  
Suresh Gnanasundaram  
Satnam S. Hundgenn

Lynn C. Karwowski  
Theodore B. Lawrence  
Soo Kar Lew  
Edward Lotoczky

Aino E. Luostarinen  
Rob Wigley  
Shen Yang

YOU ARE NOW ABLE TO USE CREDITS CARDS  
(MASTERCARD, VISA, AMERICAN EXPRESS)  
TO ATTEND MONTHLY MEETINGS

Pre-Dinner information continued from page 3

Mr. Zikmund is an active member of the Association of Certified Fraud Examiners, the National Association of Certified Valuation Analysts, the Institute of Internal Auditors and the American Society for Industrial Security. He regularly lectures on the topic of fraud investigation, detection and prevention. He also teaches a graduate fraud and forensic accounting course at Rider University in New Jersey.

Mr. Zikmund received his MBA at the University of Connecticut; a Masters of Accountancy at Auburn University; and Bachelor of Criminal Justice at the University of Pittsburgh. He is both a Certified Fraud Examiner and a Certified Fraud Deterrence Analyst.

After-Dinner information continued from page 3.

- V) What can be done to curtail fraud and white-collar crimes?
- A) CFE’s need to be part of every company’s independent “audit team”.
  - B) Fieldwork by audit firms is usually performed by inexperienced “right out of college” drones – they have no idea what to look for. It’s easy for fraud to go undetected if there is a different group of auditors at your location each year.
  - C) On a similar note, field staff, as well as mid-managers in audit/accounting firms are usually spread thin, overworked and underpaid.
  - D) Separation of duties in any company is imperative. It’s a contradiction that companies spend money to comply with Sarbanes-Oxley, but at the same time refuse to spend money adding Accounting personnel when they know they are deficient in certain exposed areas.
  - E) A company must commit, as part of its vision, premise and its strategic plan, that its Accounting Department is to be staffed adequately, so as to not open itself up to fraud or white-collar crime. This is a long-term vision for the future, not a short-term vision for profits.
- VI) Questions and Answers.

Barry Webne lives in Toledo, Ohio, with his wife and four daughters. He graduated from the University of Toledo in December 1987, with a Masters’ Degree in Business Administration, centered in Accounting. Since that time, he has worked with several companies in various accounting and management positions. In 1995, he was charged with Bank Fraud for embezzling more than \$1 million from his employer. To complete his 30-month federal prison sentence, he was referred to the Federal Bureau of Prison’s 6-month “boot camp” program at the Intensive Confinement Center (ICC) in Lewisburg, Pennsylvania. Since his release from the ICC, he has been an Accountant and a General Manager for a local security company. Most recently he has been a consultant and trainer in the areas of white-collar crime and internal fraud, while also working on the completion of an autobiography detailing his life.



Attending the monthly Detroit chapter ISACA meetings just got even better than ever. Every meeting you attend between November and April will give you an entry for a special drawing to be held at the May meeting. Earn bonus entries by attending 4 or more meetings. Prizes include a certificate for attendance at the 2008 ISACA/IIA Spring Conference and several gift cards to some of your favorite stores.



Trinity Health is a multi-state faith-based Healthcare organization devoted to a ministry of healing. We are committed to shaping and improving healthcare delivery for the communities we serve through our core values ~ Respect ~ Social Justice ~ Compassion ~ Care for the Poor and Underserved ~ Excellence. Our system priorities include providing the Best Places to Work, with the Best People ~ characterized by a respectful work environments, high levels of employee satisfaction, and superior growth and development opportunities across our system. Current opportunities for certified and experienced professionals interested in professional growth and advancement:

**SENIOR INFORMATION SYSTEMS AUDITOR**  
(Trinity Health Job Id 2006-09-00325)

Visit our website at [www.trinity-health.org/career/openpositions](http://www.trinity-health.org/career/openpositions) for full position descriptions and application instructions for posting your resume.

**Information Technology (IT) Auditing Specialists**

The State of Michigan has two open internal audit positions (IT auditing) available within the Department of Management and Budget (DMB), Audit Services Bureau (ASB). The Civil Service job classification for these positions is Auditing Specialists (14).

We are looking for exceptional candidates that can, in their capacity as IT auditors, help the ASB deliver internal audit services that help management in ensuring the existence of a robust controls environment and efficient operating practices. Qualified candidates should possess superior technical skills, excellent project management and communication skills, as well as a sense of urgency and drive to assist the State of Michigan manage its IT risks and opportunities. The ASB operates in a professional, disciplined, productive and structured manner, in order to provide the highest quality internal audit services.

As IT Auditing Specialists, you will be required to work independently and as part of a team that can handle complex high-risk reviews. You will be expected to possess strong working knowledge of data center operations, network and operating system security, application and web site system controls, database management, the systems development life cycle, and experience in developing and working with Computer Assisted Audit Tools and Techniques (CAATTs).

One position (**job posting number is 2006-0758 – Information Technology Data Center Operations**) will focus on auditing the general controls of the State’s Data Center Operations administered within the Department of Information Technology. The other position (**job posting number is 2006-0940 – Treasury IT Applications**) will focus on auditing select general controls and application controls within the Department of Treasury’s IT activities. The job postings for these positions will expire on January 31, 2007.

Please visit the State of Michigan Civil Service Website to apply for either of these exciting opportunities <http://web1mdcs.state.mi.us/vacancyweb/vacancyinq.asp>. Please reference the specific job posting number when applying for either of the positions. Candidates may elect to apply for both of the positions but must communicate this in their cover letter.

All persons who are not currently state employees must submit to and pass a pre-employment drug test prior to their actual appointment to the classified service. The Department of Management and Budget is a drug-free, alcohol free, equal employment opportunity employer.

**JOINT IIA – ISACA SPRING CONFERENCE**

**8<sup>TH</sup> ANNUAL SPRING CONFERENCE**

**MARCH 12 -14, 2007**

**UNIVERSITY OF MICHIGAN – FAIRLANE CENTER NORTH**

**GREAT TOPICS TO CHOOSE FROM:**

**TRACK I**

COMMUNICATION, INFLUENCING AND CHANGE IMPLEMENTATION SKILLS FOR AUDITORS  
BETTER AUDITS THROUGH IMPROVED DATA COLLECTION AND ANALYSIS

**TRACK II**

PROJECT MANAGEMENT FOR AUDITORS  
INVESTIGATIVE SKILLS FOR AUDITORS

**TRACK III**

TESTING FOR FRAUD IN KEY FINANCIAL ACCOUNTS

**TRACK IV**

AUDIT COLLEGE

**TRACK V**

PROCESS FLOW AUDITING

**TRACK VI**

A RISK-BASED ROAD MAP TO IT INFRASTRUCTURE CONTROLS

**TRACK VII**

SECURITY AND AUDIT OF TCP/IP AND WEB TECHNOLOGY

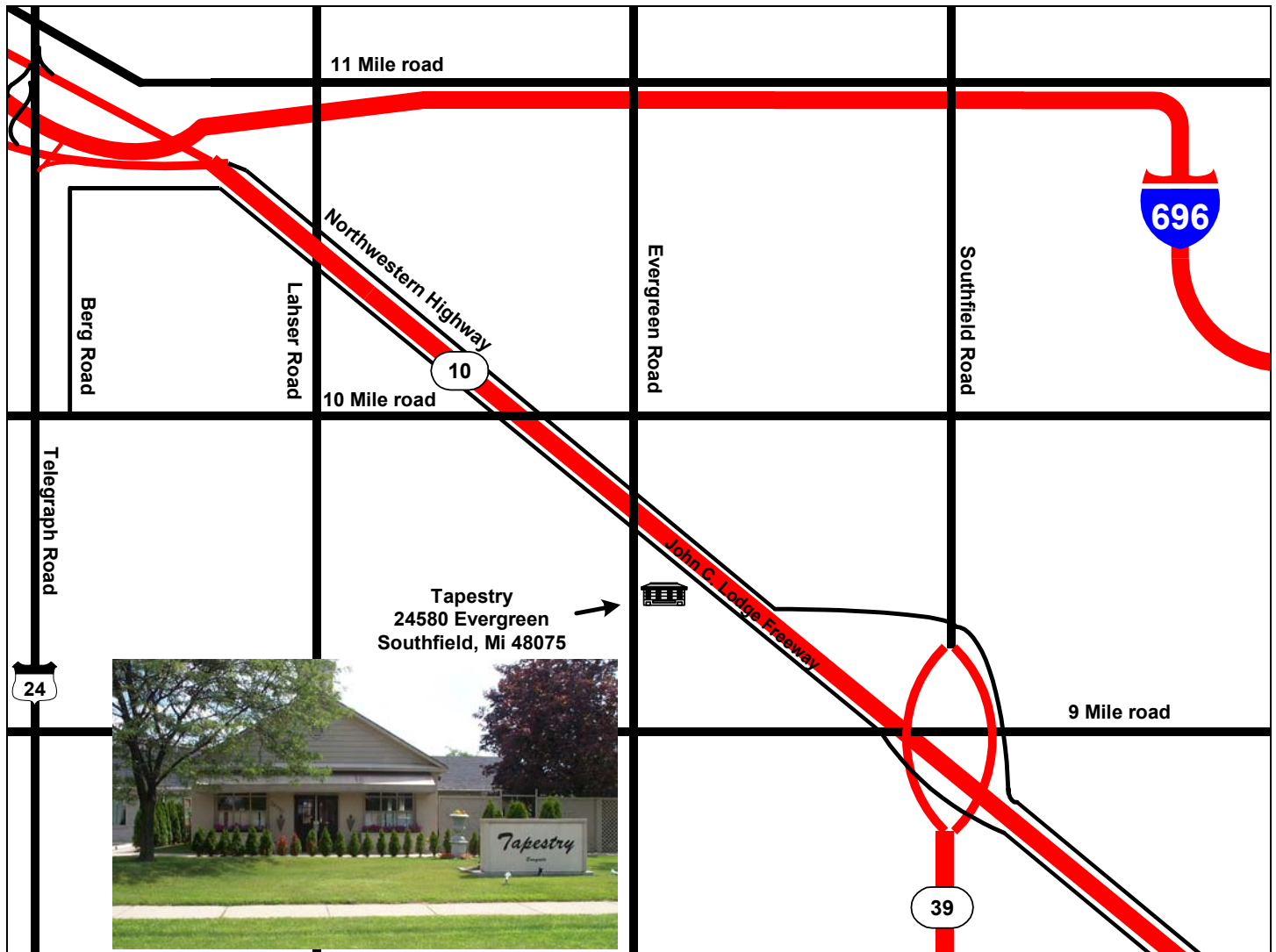
**TRACK VIII**

AUDITING APPLICATION SYSTEMS DEVELOPMENT

**TRACK IX**

CONTINUOUS MONITORING  
USEFUL MATHEMATICS FOR ACCOUNTING, FINANCE AND AUDIT PROFESSIONALS

GO TO <http://www.isaca-det.org/> TO READ SEMIAR INFORMATION AND TO REGISTER



**TAPESTRY**

24580 Evergreen  
 Southfield, Michigan 48075  
 (248) 722-1547

Tapestry is located near major freeways. It is ¼ mile from Highway 10 (the Lodge) and just 1 mile south of I-696 on Evergreen. Tapestry is south of the Speedway Gas station that is located on the SE corner of the Lodge and Evergreen. Tapestry is on the East side of Evergreen Road and is a single story dark beige building. (It was previously a Bill Knapp’s restaurant)

From the Troy Area: Take I-75 South to 696 West. Take 696 West to Exit #11 Evergreen Road. Turn left onto Evergreen Road. Tapestry is just over a mile (1.1) on the left hand side (East side) of Evergreen.

From Detroit: Take The John C. Lodge MI-10 North out of Detroit. Take the Lodge North until the Ten (10) Mile Evergreen Road Exit. Turn left onto Evergreen Road. Evergreen is the first major intersection off of the Lodge. Tapestry Restaurant is only a tenth of a mile on Evergreen on the left hand side (East side).

From Farmington/Novi Area: Take 696 East (Walter P. Reuther) to the John C. Lodge MI 10 South. Follow the John C. Lodge MI 10 for 2 ½ miles to the Evergreen Ten (10) Mile Road Exit. Follow the service drive to Evergreen Road (past 10 Mile Road) and turn Right. Tapestry is less than a tenth of a mile on Evergreen on the left hand side (East side).

From Dearborn/South/Southwest Area: Go to Telegraph Road. Take Telegraph North to Nine (9) Mile Road. Turn right onto Nine Mile to go East. Take Nine Mile for approximately 2 Miles to Evergreen and turn left. Take Evergreen North less than a mile and Tapestry is on your right (East) before 10 Mile Road.

## The Month At A Glance

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### Menu – January 11, 2007

#### DINNER BUFFET

##### FIELD GREENS

with Mandarin Oranges & Raspberry  
Vinaigrette

##### SLICED SIRLOIN

with Portabella Mushrooms and  
Burgundy Wine Sauce

##### HERB BAKED CHICKEN (Light & Dark Meat)

##### SEARED NORWEGIAN SALMON

over Braised Leeks with Red Wine Sauce

##### MIXED VEGETABLE MEDLEY

##### GARLIC MASHED YUKON-GOLD POTATOES

##### VANILLA ICE CREAM

with Chocolate Sauce

##### COFFEE SERVICE

##### OPEN BAR

BEER AND WINE ONLY

NO OTHER LIQUOR AVAILABLE

(VEGETARIAN PLATE AVAILABLE BY PRE-REGISTRATION ONLY)



The Chapter must provide the number of reservations by **NOON** on the **FRIDAY** before the meeting. To ensure that we can accommodate those who wish to attend and the facility can provide the best service possible, please make your reservations early. If you have made a reservation and cannot attend, please call Suzanne McCormick at (248) 471-3075. Your cooperation is greatly appreciated.

## DATABYTE



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