



SAS 70 SERVICES

SAS 70 STATEMENT ON AUDITING STANDARDS NO. 70: SERVICE ORGANIZATIONS

SAS 70 was developed by the AICPA to signify that a service organization has been through an in-depth audit of their control processes as they relate to your customers. The SAS 70 presents your control activities and processes in a unified reporting format to your customers and your customers' auditors. The report demonstrates that your service organization has had its control objectives and activities examined by a licensed certified public accounting firm.

Services and Innovative Specialties

Readiness Assessments

Prior to a SAS 70 Audit, Frazier & Deeter's Information Technology and Governance Group (ITAG) can work with your organization's management team to:

- Determine your needs for a SAS 70 and the scope of services to be reported
- Evaluate your state of readiness prior to undergoing a SAS 70 audit by:
 - Identifying and documenting key control objectives
 - Evaluating the effectiveness of the controls throughout your environment
 - Identifying potential gaps in the design of controls prior to undergoing the audit
- Assist in the remediation of findings

Type I SAS 70

A Type I SAS 70 report provides an opinion of your controls as they relate to the control objectives relevant to the services that your organization provides. This type of report determines whether such controls were placed in operation as of a specified date in time. A Type I SAS 70 report provides:

- An independent auditor's opinion on the design, implementation and effectiveness of controls for a specified date in time
- A description of the control environment, its key objectives and processes in place to achieve the objectives



To find out how your organization can benefit from ITAG services, please contact Chris Kyriakakis at 404.253.7486 or chris.kyriakakis@frazierdeeter.com

Type II SAS 70

A Type II SAS 70 report determines whether the controls were in place, tested and operating effectively to provide reasonable assurance that the related control objectives were achieved during a specified period of time, usually 6 or 12 months. A Type II SAS 70 report provides:

- An independent auditor's opinion on the design, implementation and effectiveness of controls for a specific audit period
- A description of the control environment, its key objectives and processes in place to achieve the objectives
- Tests of operating effectiveness and results

Agreed Upon Procedures

An agreed upon procedures engagement includes a defined set of procedures designed to provide third-party, independent reports to existing or prospective customers or investors. Your executive management team determines the tests, procedures, and scope of work required, providing a cost-effective, risk-based focus for inquiry and testing.

Trust Services

Frazier & Deeter also provides AICPA's Trust services which



FRAZIER & DEETER, LLC
CERTIFIED PUBLIC ACCOUNTANTS AND ADVISORS

Advantages

In addition to illustrating to your clients that internal controls within your organization are in place and working as designed, SAS 70 audits allow corporations to distinguish themselves from the competition by:

- Strengthening your company's reputation
- Reducing operating costs for your clients, due to the fact that they will no longer have to send auditors to audit your organization
- Assisting in fulfilling your customers' and their independent auditors audit responsibilities
- Demonstrating that controls are designed and implemented based on an excepted internal control framework (e.g. COSO)

Internally, a SAS 70 audit can:

- Reduce the impact on your resources by minimizing disruption from other outside parties
- Identify and document your control objectives
- Analyze the effectiveness of your control activities
- Determine the consistency with which your controls are applied throughout the organization
- Assess the strength of your management oversight
- Identify opportunities for improvement throughout audited operational areas

The Team

Frazier & Deeter has an Information Technology and Governance Group (ITAG), which is led by Chris Kyriakakis, who brings more than 11 years of public accounting experience to the assurance department with a focus on IT governance, risk, and controls. Chris has extensive experience preparing and assessing his clients for Sarbanes Oxley compliance, assessing and implementing Enterprise Risk Management (ERM) capabilities, and performing SAS70 audits. He is specialized in implementing COSO and CobiT amongst large and medium sized accelerated filers, primarily in the Technology, Manufacturing, and Consumer Business industries. Chris is also a former Public Company Accounting Oversight Board (PCAOB) Information Security Inspector where he assisted in developing and writing the inspection guidance for Internal Controls over Financial Reporting (ICFR).

Frazier & Deeter SAS 70 Services

Readiness Assessments

Type I SAS 70

Type II SAS 70

Agreed Upon Procedures

Trust Services

To find out how your organization can benefit from ITAG services, please contact Chris Kyriakakis at 404.253.7486 or chris.kyriakakis@frazierdeeter.com

Why Frazier & Deeter?

- Depth of experience in assurance, information technology and internal controls
- Extensive SAS 70 engagement and project management experience
- Our phased and detailed SAS 70 methodology that minimizes operational impact
- A dedication to client service that ensures high quality and timely deliverables