



# **Live Q&A: New TECH 01/20 AAF (previously TECH 01/06)**

## **PRESENTED BY**

- **KIRSTEN BARKER, PwC**
- **RAFIK ISHANI, DELOITTE**

# *Introduction*



Alison Dundjerovic  
ICAEW

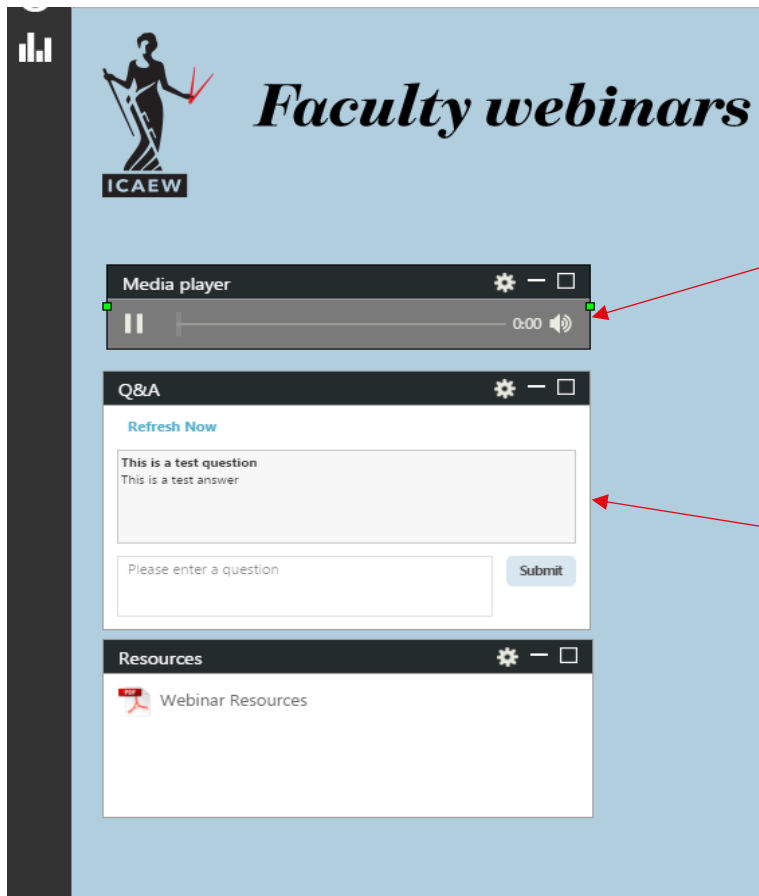
# *Today's presenters*



Kirsten Barker  
PwC



Rafik Ishani  
Deloitte



The screenshot shows the ICAEW Faculty webinars interface. At the top left is the ICAEW logo. The main heading is "Faculty webinars". Below this are three panels: "Media player", "Q&A", and "Resources". The "Media player" panel shows a video player with a play button and a progress bar. The "Q&A" panel has a "Refresh Now" link, a text box containing "This is a test question" and "This is a test answer", a "Please enter a question" input field, and a "Submit" button. The "Resources" panel shows a "Webinar Resources" link. Red arrows point from the "Audio problems?" text to the volume icon in the media player, and from the "Ask a question" text to the "Submit" button in the Q&A panel.

ICAEW

# Faculty webinars

Media player

Q&A

Refresh Now

This is a test question  
This is a test answer

Please enter a question

Submit

Resources

Webinar Resources

### Audio problems?

- ensure your volume is turned on
- if you experience poor sound quality you may benefit from refreshing your page

### Ask a question

Type your question into the question box then click submit

# ***TECH 01/20 AAF***

- Replaces TECH 01/06 AAF
- Provides guidance for practitioners engaged to give an assurance report on internal controls at service organisations
- Covers internal controls over the service the service organisation provides
- Contains reporting and assessment criteria for a range of financial service organisations



# *Who has been involved?*

ICAEW WORKING GROUP



**Deloitte.**



Grant Thornton



## PUBLIC CONSULTATION

- 217 comments and 510 revisions made
- Shared with International organisations:
  - AFA
  - CAPA
  - IAASB
  - IFAC
  - PAFA
  - PCAOB

## ICAEW COMMITTEES:

- TPAC
- TAP
- PSC

# ***AAF 01/06 – Why change?***

The world has moved on since 2006, control objectives have evolved, service activities have changed, and responsibilities have become clearer.

Some guidance needed to be clarified, for service organisations and service auditors, to enable a consistent approach and provide better information to the end users of the report.

Some guidance needed to be expanded, to give further explanation / help around exception reporting and dealing with qualifications.

Services organisations and services auditor required more practical support, highlighting the need for more templates within the guidance.

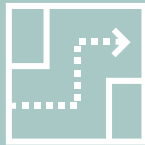
# *Who will the changes impact?*

Service organisations reporting under the AAF framework, due to the changes outlined on the upcoming slides.



Clients reporting under alternative standards but who leverage the illustrative control objectives from AAF 01/20.

The amendments will need to be considered and implemented where relevant.



Fiduciary Managers – New control objectives.

Investment Property and Property Administrators – split out service areas.

Hedge Fund Managers – No longer specific guidance (see Investment Management).



**This is not a wholesale change**



# *Timeline and dates*

**1 August – 30  
September 2019**  
Consultation period

**Early October 2019**  
Working group review  
of feedback  
comments

**16 January 2020**  
Publication of  
TECH 01/20 AAF

**1 July 2020**  
TECH 01/20 AAF  
comes into effect for  
reporting



# ***Key changes***

- 1. More alignment with SOC 1 and ISAE 340**
- 2. Removal of stewardship supplement**
- 3. More illustrative templates or examples**
- 4. Changes and updates to control objectives**
- 5. Additional guidance on subservice organisations**
- 6. More guidance on dealing with exceptions and modifying opinions**
- 7. Clarifies responsibilities of Senior Management**



*Questions?*



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# ***Future events***

For details, please visit **[icaew.com/aafevents](https://icaew.com/aafevents)**



## **Assess, Assure and Inform – a Q&A session with Sir Donald Brydon**

14 February

### **Webinars**

26 February - SRA Accounts Rules – Updated Guidance for Reporting Accountants

30 March – Changes to ISA (UK) 570 on Going Concern

# *Thank you for attending*

Please take the time to fill out our short survey.

Contact the Audit & Assurance Faculty

 +44 (0)20 7920 8493

 [tdaf@icaew.com](mailto:tdaf@icaew.com)

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