

Big Electric Company
Audit Assumptions

- 1) There is no controversy about normal temperature.
- 2) The cost of money is acceptable.
- 3) The monetary unit is Kyrgyz com.
- 4) There are no line losses.
- 5) Assets have ten year accounting lives.

Audit Case Study Tasks

- 1) Determine fairness of requested increase in rates.
- 2) Propose additional adjustments to revenue requirements.
- 3) Request information to complete your audit.
- 4) Propose a revenue requirement which seems fair to you.
- 5) If time allows, prepare to defend your revenue requirement before the Commissioners.