ABSTRACT

Dian Sandi Winarko. 2014, ESSAY. Title: Perception of Accountants Educator and External Auditors the Effectiveness of Detection Methods to Prevent Financial Fraud.

Advisor : Yuniarti Hidayah SP, SE., M. Bus., Ak., CA.

Keywords : Perception, Accounting Educators, External Auditor, Fraud Detection Effectiveness Method.

Accounting educators and external auditors are different accounting profession. The differences of profession will lead to differing perceptions, particularly regarding the effectiveness of financial fraud detection methods. It is because of differences in experience possessed. The external auditors have experience auditing process more than the accountant educators since accountant educators have the responsibility to the materials to their students and do not directly involved into the field. The purpose of this study to determine whether there is a different in perception between accountant educators and external auditors toward the effectiveness of detection methods to prevent financial fraud actions and determine which method is most effective.

This research is a descriptive quantitative research. The data used is primary obtained 24 respondents, consisting of 12 accountants educators, from Accounting Department of the State Islamic University (UIN) Maulana Malik Ibrahim Malang and 12 external auditors who work in the public accounting firm in Malang. The hypothesis using independent sample T-test.

The results showed there was no significant difference in perception between accountants educators and external auditors toward the effectiveness of detection methods to prevent acts of fraud. Moreover, this research indicates that according to accountants educators and external auditors, the most effective detection method to prevent financial fraud is the implementation of continuous auditing, conduct a review of the fraud-prone financial measures, carry out compliance audits, conduct a review of internal control and improvement and to conduct performance audits.