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RISK BASED INTERNAL AUDITING IN TURKEY: EXAMPLE OF SOCIAL SECURITY INSTITUTION

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Abstract

In order to adapt to the sectorial changes both in economic and administrative sphere, organizations should inform about new innovations. One of the most important innovations is increased importance of auditing, functionality of the auditing system and as opposed to external auditing, creating independent and internal auditing system.

In this study, Social Security Institution (SSI) which has organized its internal auditing services in accordance with Public Finance Management and Control Law was examined. SSI is an important institution which planned to provide social security services to whole citizens of the country. SSI established the internal auditing unit according to Public Finance Management and Control Law. With the help of internal auditing unit, SSI aims to use its resources effective and efficient, operating in accordance with the aim and target of institution and controlling that processes. Furthermore, based on reliable data and information, and with risk-oriented approach,

In this study, the concept of “risk based internal auditing” is discussed based on a literature review. The definition of risk based internal auditing, historical development, relationship with internal control, comparison with traditional internal auditing, and the historical development of internal auditing in Turkey are the included topics of the study.

Key Words: Internal auditing, Risk based internal auditing, Health and social security, Social Security Institution

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