

**IAASB QUALITY MANAGEMENT IMPLEMENTATION SUPPORT PLAN  
OCTOBER 2020**

**Note:**

- The Quality Management (QM) implementation support plan is subject to change. Implementation activities will be complete by June 2021.
- Specific topics may be moved to a different document or format.

ISQM 1		ISQM 2		ISA 220 (Revised)	
Implementation Support	Proposed Timing	Implementation Support	Proposed Timing	Implementation Support	Proposed Timing
<p><b>Basis For Conclusions</b></p> <p>Explaining the IAASB basis for conclusions with respect to comments received on the exposure draft</p>	December 2020	<p><b>Basis For Conclusions</b></p> <p>Explaining the IAASB basis for conclusions with respect to comments received on the exposure draft</p>	December 2020	<p><b>Basis For Conclusions</b></p> <p>Explaining the IAASB basis for conclusions with respect to comments received on the exposure draft</p>	December 2020
<p><b>First Time Implementation Guide</b></p> <p>Highlighting:</p> <ul style="list-style-type: none"> <li>• How ISQM 1 fits into the Quality Management (QM) suite of standards, including:                             <ul style="list-style-type: none"> <li>○ Linkages with ISQM 2 and ISA 220 (Revised) and how the standards work together</li> <li>○ The scope of ISQM 1 (extent to which other service lines are included)</li> </ul> </li> </ul>	January 2021	<p><b>First Time Implementation Guide</b></p> <p>Highlighting:</p> <ul style="list-style-type: none"> <li>• How ISQM 2 fits into the QM suite of standards, including:                             <ul style="list-style-type: none"> <li>○ The effective date</li> <li>○ Linkages with ISQM 1 and ISA 220 (Revised) and how the</li> </ul> </li> </ul>	January 2021	<p><b>First Time Implementation Guide</b></p> <p>Highlighting:</p> <ul style="list-style-type: none"> <li>• How ISA 220 (Revised) fits into the QM suite of standards, including:                             <ul style="list-style-type: none"> <li>○ The effective date</li> <li>○ Overarching concepts that run through the QM standards that show up in ISA 220 (Revised)</li> </ul> </li> </ul>	January 2021

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Implementation Support	Proposed Timing	Implementation Support	Proposed Timing	Implementation Support	Proposed Timing
<ul style="list-style-type: none"> <li>• Diagrams to help with an understanding of:               <ul style="list-style-type: none"> <li>○ The structure of the standard</li> <li>○ The firm's risk assessment process</li> <li>○ The framework for identifying findings and evaluating deficiencies</li> <li>○ The various human resources involved in the system of quality management and performance of engagements</li> </ul> </li> <li>• Significant changes from extant ISQC 1 to ISQM 1, including:               <ul style="list-style-type: none"> <li>○ Interconnectedness of the components and other aspects of the system of quality management</li> <li>○ How a system of quality management is</li> </ul> </li> </ul>		<p style="text-align: center;">standards work together</p> <ul style="list-style-type: none"> <li>• Diagrams to help with an understanding of, for example:               <ul style="list-style-type: none"> <li>○ The relationship between ISQM 2 and ISQM 1</li> <li>○ The responsibilities of the engagement quality (EQ) reviewer and the engagement partner with respect to EQ reviews</li> </ul> </li> <li>• Significant changes from the extant provisions relating to EQ control reviews in ISQC 1 and ISA 220 to EQ reviews in ISQM 2, including:               <ul style="list-style-type: none"> <li>○ Eligibility of EQ reviewers</li> </ul> </li> </ul>		<p style="text-align: center;">(proactive quality management, engagement partner's responsibilities clarified)</p> <ul style="list-style-type: none"> <li>○ Linkages with ISQM 1 and ISQM 2 and how the standards work together</li> <li>• Diagrams to help with understanding the definition of the engagement team</li> <li>• Significant changes from extant ISA 220, including:               <ul style="list-style-type: none"> <li>○ Drawing together material on when the engagement partner obtains information / assigns responsibilities</li> <li>○ Relying on the firm's policies and procedures</li> </ul> </li> </ul>	

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<ul style="list-style-type: none"> <li>○ scalable to the nature and circumstances of the firm and engagements it performs</li> <li>○ Use of professional judgment and professional skepticism in the standard</li> <li>○ Overall responsibilities of leadership and the firm with respect to the system of quality management</li> <li>• The effective date</li> </ul>		<ul style="list-style-type: none"> <li>○ Performance of the EQ review</li> <li>○ Documentation of the EQ review</li> </ul>		<ul style="list-style-type: none"> <li>• Relationship between the various resource requirements</li> </ul>	
<p><b>Fact Sheets</b></p> <ul style="list-style-type: none"> <li>• A short document (3-5 pages) providing an overall summary of the standard</li> <li>• An overview of the firm's risk assessment process</li> <li>• The monitoring and remediation process, including the framework for</li> </ul>	<p>First fact sheet – December 2020</p> <p>Others – First Quarter 2021</p>	<p><b>Fact Sheets</b></p> <ul style="list-style-type: none"> <li>• A short document (2-3 pages) providing an overall summary of ISQM 2</li> </ul>	<p>December 2020</p>	<p><b>Fact Sheets</b></p> <ul style="list-style-type: none"> <li>• A short document (2-3 pages) providing an overall summary of ISA 220 (Revised)</li> <li>• Engagement team definition</li> </ul>	<p>First fact sheet – December 2020</p> <p>Others – First Quarter 2021</p>

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identifying findings and evaluating deficiencies					
<p><b>Frequently Asked Questions</b></p> <p>Specific matters may include:</p> <ul style="list-style-type: none"> <li>• Implementation support on the responsibilities of leadership</li> <li>• Explanation of the various human resources used throughout the firm, the firm's responsibility for various individuals, and how they may be affected by the system of quality management</li> <li>• Scope of technology in context of the system of quality management, and examples of how technology may give rise to quality risks</li> <li>• Scope of service providers addressed by ISQM 1 and the role of the firm and engagement team when using service providers</li> </ul>	First Quarter 2021	<p><b>Frequently Asked Questions</b></p> <p>Specific matters may include:</p> <ul style="list-style-type: none"> <li>• Impairment of the EQ reviewer's eligibility to perform the EQ review</li> <li>• Implications of an inappropriately performed EQ review</li> </ul>	First Quarter 2021	<p><b>Frequently Asked Questions</b></p> <p>Specific matters may include:</p> <ul style="list-style-type: none"> <li>• Scalability for audit teams of different sizes and complexity</li> <li>• How the firm's policies or procedures operate when the engagement team includes non-network component auditors</li> <li>• How documentation can be evidenced in the file</li> <li>• Review of formal written communications</li> </ul>	First Quarter 2021

ISQM 1		ISQM 2		ISA 220 (Revised)	
Implementation Support	Proposed Timing	Implementation Support	Proposed Timing	Implementation Support	Proposed Timing
<ul style="list-style-type: none"> <li>Proportionality in undertaking procedures to investigate the root cause of deficiencies</li> <li>Examples of how network requirements or network services may affect the system of quality management, and be considered by the firm</li> <li>Circumstances when the evaluation of the system of quality management may be performed more frequently</li> <li>Documentation</li> </ul>					
<p><b>Videos</b>, which may include:</p> <ul style="list-style-type: none"> <li>An introduction to the standard, including the relationship with ISQM 2 and ISA 220 (Revised)</li> <li>Explanation of the various human resources used throughout the firm, including <ul style="list-style-type: none"> <li>The firm's responsibility for various individuals</li> </ul> </li> </ul>	First Quarter 2021	<p><b>Videos</b>, which may include:</p> <ul style="list-style-type: none"> <li>An introduction to the standard, including the relationship with ISQM 1 and ISA 220 (Revised)</li> <li><i>(Shared with ISQM 1 and ISA 220 (Revised))</i> Effective date and the interrelationship of the effective dates of the</li> </ul>	First Quarter 2021	<p><b>Videos</b>, which may include:</p> <ul style="list-style-type: none"> <li>An introduction to the standard, including the relationship with ISQM 1, ISQM 2 and ISA 600</li> <li><i>(Shared with ISQM 1, ISQM 2)</i> Effective date and the interrelationship of the effective dates of the three QM standards, and considerations for</li> </ul>	First Quarter 2021

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<ul style="list-style-type: none"> <li>○ How various individuals may be affected by the system of quality management</li> <li>○ The relationship with ISA 220 (Revised) and ISA 600</li> <li>• <i>(Shared with ISQM 2 and ISA 220)</i> Effective date and the interrelationship of the effective dates of the three QM standards, and considerations for firms with respect to the first evaluation of the system of quality management</li> </ul>		<p>three QM standards, and considerations for firms with respect to the first evaluation of the system of quality management</p>		<p>firms with respect to the first evaluation of the system of quality management</p>	
<p><b><i>(Shared with ISQM 2 and ISA 220 (Revised))</i></b> Multimedia Asset (animated video) to introduce the QM standards (30-45 seconds)</p> <ul style="list-style-type: none"> <li>• Noting that the new standards have been issued</li> <li>• Relevant dates</li> <li>• Where to go for more information</li> </ul>	December 2020	<p><b><i>(Shared with ISQM 1 and ISA 220 (Revised))</i></b> Multimedia Asset (animated video) to introduce the QM standards (30-45 seconds)</p> <ul style="list-style-type: none"> <li>• Noting that the new standards have been issued</li> <li>• Relevant dates</li> </ul>	December 2020	<p><b><i>(Shared with ISQM 1, ISQM 2)</i></b> Multimedia Asset (animated video) to introduce the QM standards (30-45 seconds)</p> <ul style="list-style-type: none"> <li>• Noting that the new standards have been issued</li> <li>• Relevant dates</li> </ul>	December 2020

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Implementation Support	Proposed Timing	Implementation Support	Proposed Timing	Implementation Support	Proposed Timing
		<ul style="list-style-type: none"> <li>Where to go for more information</li> </ul>		<ul style="list-style-type: none"> <li>Where to go for more information</li> </ul>	