

REVIEWS OF COMPLIANCE WITH AGREEMENTS AND REGULATIONS: SECTION 8600

- This section should be read in **conjunction with section 8100**
- An example of an engagement under this section would include a **loan agreement** which requires the public accountant to report on the **compliance of covenants** such as the maintains of a specified current ratio
- Audit report on compliance with agreements, statutes and regulations is covered under section 5815
- In addition to the **inquiry, analytical procedures and discussion**, the accountant should:
 - **Read** the applicable provisions of the agreement or regulation
 - Make **inquiries concerning the information maintained** by the enterprise to monitor its compliance
 - Consider **consistency in the application of interpretations** that have been made of the applicable provisions of the agreement or regulation