

December 2014

D. Paul Newman

Vita

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Education

Ph.D. The University of Texas at Austin, 1977
M.B.A. North Texas State University, 1974
B.B.A. Texas Tech University, 1972

Employment

Senior Associate Dean for Academic Affairs, The University of Texas at Austin, 2010-2014.
The Clark W. Thompson, Jr. Chair in Accounting, The University of Texas at Austin, 1997 - present.
Associate Dean for Research, McCombs School of Business, The University of Texas at Austin, 1998 - 2001.
The Glenn A. Welsch Centennial Professor of Accounting, The University of Texas at Austin, 1991 - 97.
The Wilton E. and Catherine A. Thomas Professor of Accounting, The University of Texas at Austin, 1989 - 91.
Professor of Accounting, The University of Texas at Austin, 1987-89.
Visiting Associate Professor of Accounting, The University of Chicago, 1987.
Associate Professor of Accounting, The University of Texas at Austin, 1982-87.
Visiting Assistant Professor of Accounting, The University of California, Berkeley, 1979-80.
Assistant Professor of Accounting, The University of Texas at Austin, 1977-82.
Staff Auditor, Arthur Andersen & Company, 1972-73.

Honors and Awards

Texas Blazers Faculty Excellence Award, 2009.
Undergraduate Business Council Faculty Honor Roll, 2008.
Texas Exes Teaching Award Finalist, 2006.
Graduate School of Business Research Grant, 1990.
A.O. Hinkle Award, Institute of Internal Auditors, 1989.
Peat, Marwick, Mitchell & Co., Research Opportunities in Auditing Grant, 1986.
Faculty Research Appointment, University Research Institute, The University of Texas at Austin, 1985.
Deloitte, Haskins and Sells Centennial Fellowship in Accounting, 1984-89.
Outstanding Professor, MBA Noncore, Fall 1982 and Spring 1983.
Distinguished Contributed Paper, National Meeting of American Institute for Decision Sciences, 1982
Academic Development Grant, Touche Ross Foundation, 1980-81.
Research Grant, ICC, The University of Texas at Austin, 1978.

University Courses Taught

Undergraduate

Introductory Financial Accounting - Honors
Introductory Financial Accounting
Introductory Managerial Accounting
Intermediate Financial Accounting
Financial Accounting Concepts and Research

Graduate

Information Economics and Decision Theory, Doctoral Seminar
Introductory and Intermediate Financial Accounting, MBA
Decision Theory Applications in Accounting, MBA
Accounting Theory
Financial Statement Analysis

Publications

Refereed Articles

Performance Measure Aggregation, Career Incentives, and Explicit Incentives, *Journal of Management Accounting Research* (2010) (with Romana Autrey and Shane Dikolli)

Auditor Liability and Client Acceptance Decisions, *The Accounting Review* (January 2010) (with Volker Laux)

- Delegation to Encourage Communication of Problems, *Journal of Accounting Research* (September 2009) (with Kirill Novoselov).
- Career Concerns and Mandated Disclosure, *Journal of Accounting and Public Policy* (September/October 2007) (with Romana Autrey and Shane Dikolli).
- The Role of Auditing in Investor Protection, *The Accounting Review* (January 2005) (with Evelyn Patterson and Reed Smith).
- The Demand for Conservatism for Management Control, *Review of Accounting Studies* (March 2001, Vol. 6, No. 1, pp. 29-52) (with Young Kwon and Yoon Suh).
- The Influence of Potentially Fraudulent Reports on Audit Risk Assessment and Planning, *The Accounting Review* (January 2001, Vol. 76, Issue 1, pp. 59-80) (with Evelyn Patterson and Reed Smith).
- The Value of Information in Internal Management Communication, *Journal of Economic Behavior and Organization* (August 30, 1998, Vol. 36, Issue 3, pp. 295-317) (with Michael Alles and James Noel).
- Allocating Internal Audit Resources to Minimize Detection Risk Due to Theft, *Auditing: A Journal of Practice & Theory* (Spring 1998, Vol. 17, No. 1, pp. 69-82) (with Jaewan Park and Reed Smith).
- Environmental Regulations and Incentives for Compliance Audits, *Journal of Accounting and Public Policy* (Summer 1997, Vol. 16, No. 2, pp. 187-214) (with Barry Mishra and Chris Stinson).
- Allocating Audit Resources to Detect Fraud, *Review of Accounting Studies* (1996, Vol. 1, No. 2, pp. 161-182) (with Shelley Rhoades and Reed Smith).
- Disclosure Policies with Multiple Users, *Journal of Accounting Research* (Spring 1993, Vol. 31, No. 1, pp. 92-112) (with Richard Sansing).
- Error Rates, Detection Rates, and Payoff Functions in Auditing, *Auditing: A Journal of Practice and Theory* (1989, Vol. 8, Supplement, pp.50-63) (with Jim Noel).
- Sampling Information in Strategic Audit Settings, *Auditing: A Journal of Practice and Theory* (Spring 1989, Vol. 8, No. 2, pp. 1-22) (with John Fellingham and Evelyn Patterson).

Contracts without Memory in Multiperiod Agency Models, *Journal of Economic Theory* (December 1985) (with John Fellingham and Yoon Suh).

Strategic Considerations in Auditing, *The Accounting Review* (October 1985, Vol. 60, Issue 4, pp. 634-650) (with John Fellingham).

Ex Ante Randomization in Agency Models, *Rand Journal of Economics* (Summer 1984, Vol. 15, Issue 2, pp. 290-304) (with John Fellingham and Young Kwon).

The SEC's Influence on Accounting Standards: The 'Power' of the Veto, *Journal of Accounting Research* (Supplement 1981, Vol. 19, pp. 134-156).

Coalition Formation in the APB and the FASB: Some Evidence on the Size Principle, *The Accounting Review* (October 1981, Vol. 56, Issue 4, pp. 897-909).

An Investigation of the Distribution of Power in the APB and the FASB, *Journal of Accounting Research* (Spring 1981, Vol. 19, No. 1, pp. 247-262).

Prospect Theory: Implications for Information Evaluation, *Accounting, Organizations, and Society* (1980).

Monitoring Decisions in an Agency Setting, *Journal of Business Finance and Accounting* (Summer 1979, Vol. 6, Issue 2, pp. 203-222) (with John Fellingham).

Stochastic Dominance and Information Value, *Journal of Economic Theory* (April 1979) (with Young Kwon and John Fellingham).

Chapters in Books (Refereed)

Costly Public Information: Optimality and Comparative Statics, in *Economic Analysis of Information and Contracts*, Gerald Feltham, Amin Amershi, and W. Ziemba, eds. (Kluwer Academic Publishing, 1988) (with Young Kwon).

Calibration of Subjective Probability Assessments: A Methodological Perspective, in *Decision Making and Accounting: Current Research*, Edward Joyce and Shane Moriarity, eds. (The University of Oklahoma Press, 1984) (with Larry Tomassini).

Books

Intermediate Accounting, 7th Ed. (Richard D. Irwin, Inc., 1986) (with Glenn Welsch and Charles Zlatkovich).

Other Publications

Discussion of "Performance Measure Manipulation," *Contemporary Accounting Research* (Fall 1998, Vol. 15, No. 3, pp. 287-290).

Discussion of An Explanation of Accounting Income Smoothing, *Journal of Accounting Research* (Supplement 1988, Vol. 26, pp. 140-143).

A Review of 'The Auditor-Client Contractual Relationship: An Economic Analysis,' *Auditing: A Journal of Practice and Theory* (Spring 1984).

A Reply, *Journal of Accounting Research* (Supplement 1981, Vol. 19, pp. 170-173).

Coalition Formation in the APB and the FASB: A Reply, *The Accounting Review* (January 1982, Vol. 57, Issue 1, pp. 196-200).

Proceedings and Abstracts

Abstract of "Cooperative Behavior in a Multiperiod Agency Setting," *Proceedings of the Midwest Regional AAA* (1982) (with James R. Dietrich).

Abstract of "Economic Consequences of Accounting Standard Setting: Where Are the Lawsuits?," *Proceedings of the Southwestern Regional AAA* (March 1982) (with David Lasater).

Abstract of "Agency Theory with Multiplicative Preferences," *Proceedings, National Meeting of American Institute for Decision Sciences* (November 1982) (with John Fellingham); paper chosen as a 1982 Distinguished Contributed Paper.

A Note on the Exclusivity and Valuation of Information Rights, *Proceedings of the Southwestern Regional AAA* (March 1981) (with James R. Mallek).

Toward a Descriptive Theory of Financial Accounting Policies, *Proceedings of the Southwestern Regional AAA* (March 1980) (with Robert Freeman).

Workshop and Conference Presentations

AACSB International Conference and Annual Meeting, April 2011
University of Minnesota, April 2009
UCLA, January 2009
Columbia University, Burton Conference, November 2007
Carnegie-Mellon University, February 2007
University of California, Berkeley, November 2006
Northwestern University, October 2005
AAA, National Meeting, August 2000
Contemporary Accounting Research Conference, November 1997
Administrators of Accounting Programs Group (AAA), February 1997
Columbia University, April 1996
AAA, National Meeting, August 1994
University of Chicago, January 1994
University of Nebraska, February 1993
Northwestern University, November 1992
University of California, Berkeley, October 1992
MIT, February 1992
The Ohio State University, January 1992
Stanford University, July 1991
AAA, Doctoral Programs Conference, January 1991
Instituto Tecnológico y de Estudios Superiores de Monterrey, January 1991
University of Pittsburgh, November 1989
Stanford University, July 1989
AAA, National Meeting, August 1988
Duke University, June 1988
University of North Texas, February 1988
UCLA, December 1987
Texas A&M, November 1987
Stanford University, July 1987
University of Wisconsin, April 1987
Conference on "Trends in Accounting Education," VPI, October 1986
AAA, National Meeting, August 1986
Lowdon Distinguished Lecturer, TCU, May 1986
AEA, National Meeting, December 1984
TIMS-ORSA, National Meeting, November 1983
Stanford University, August 1983
Arthur Young Roundtable, April 1983
The Ohio State University, November 1982
University of Iowa, November 1982
AIDS, National Meeting, November 1982
AAA, Midwest Regional Meeting, 1982

AAA, Southwestern Regional Meeting, 1980, 1981, 1982
University of Florida, May 1981
Conference on "Standardization of Accounting Practices," University of
Chicago, April 1981
University of Michigan, January 1981
Michigan State University, January 1981
University of Chicago, October 1980
Washington University at St. Louis, October 1980
The Ohio State University, September 1980
University of Arizona, April 1980
TIMS-ORSA, National Meeting, May 1979
University of California, Berkeley, January 1979
University of Wisconsin, March 1978

Professional Affiliations and Activities

Member

American Accounting Association
American Economic Association
The Econometric Society

American Accounting Association Activities

Moderator, AAA Session entitled "Regulation/Efficiency," August 2002.
Outstanding Educator Award Committee, 1996-97.
Moderator, AAA Session entitled "Analytical Financial Accounting
Research," August 1994.
Moderator, AAA Session entitled "Analytical Research: Performance
Measures and Effort Allocation," August 1992.
Committee to Recommend "Notable Contribution to Management
Accounting Literature Award", 1991.
Doctoral Consortium Committee, 1989-90.
Doctoral Programs Committee, 1987-89.
Program Advisory Committee, 1986-87, 1992-93.
Screening Subcommittee for Notable Contributions to Accounting
Literature Award Committee, 1985-86, 1988-89.
Subcommittee to respond to FASB Invitation to Comment on
Supplementary Disclosures About the Effects of Changing Prices,
1984.
Subcommittee on Tax Benefit Leasing, 1982.
Project Consulting Committee for Research Project of Ron Hilton,
"Probabilistic Choice Models: Implications for the Theory of
Information Choice," 1982-84.

Editorial Activities

Editor, *The Accounting Review*, 2008 - 2011

Editorial Board, *The Accounting Review*, 1985-88.

Ad Hoc Reviewer

Journal of Accounting Research

The Accounting Review

Accounting, Organizations, and Society

Accounting Horizons

Decision Sciences

Journal of Money, Credit and Banking

Journal of Accounting Literature

Contemporary Accounting Research

Management Science

Journal of Accounting Education

Journal of Accounting, Auditing, and Finance

Auditing: A Journal of Practice and Theory

Issues in Accounting Regulation

Journal of Accounting and Public Policy

Journal of Industrial Economics

Review of Accounting Studies

American Economic Review

Journal of Business Finance and Accounting

Journal of Environmental Economics and Management

Managerial and Decision Economics

European Accounting Review

Participant

Carnegie-Mellon Accounting Theory Conference, September 2008

University of Houston Bauer Accounting Conference, March 2006,
March 2007, March 2008

Lone Star Accounting Conference (Texas A&M), January 2006

Business Research Conference, October 1999.

Ohio State University Conference on Accounting Theory, October 1996.

University of Chicago Conference on "Accounting, Financial
Disclosures, and the Law," May 1994.

USC Conference on Year 2000 Curriculum Project, March 1994.

KPMG Peat Marwick African American Workshop, January 1994.

Arthur Andersen & Co. Accounting & Auditing Symposium, October 1993.
Ernst & Young Leadership Conference, June 1993.
Bayless/Rauscher Pierce Refsness Chair Conference on "The Design and Evaluation of Effective Teaching, May 1993.
University of Chicago Conference on "Accounting Institutions in Markets and Organizations," May 1991.
American Accounting Association Corporate Accounting Policy Seminar, October 1990.
American Accounting Association Doctoral Consortium (resident faculty), June 1990 (served on AAA organizing committee).
University of Chicago Conference on "Judgment Issues in Accounting and Auditing," May 1990.
American Accounting Association Doctoral Programs Conference, January 1989 (served on AAA conference organizing committee).
University of Chicago Conference on "Management's Ability and Incentives to Affect the Timing and Magnitude of Accounting Accruals," May 1988.
University of Chicago Conference on "Stewardship Uses of Accounting Information," May 1987.
University of Chicago Conference on "Alternative Measures of Accounting Income," May 1986.
The University of Texas Centennial Faculty Seminar, April 1983.
Deloitte Haskins and Sells Auditscope Conference, March 1983.
The University of Alabama Accounting Convocation, November 1980.
Arthur Andersen Symposium for Accounting Professors, May 1980.

Service (University of Texas)

Department of Accounting:

Chairman, 1992-96.
PPA/MPA Review Committee, 1992-93.
Director, C. Aubrey Smith Auditing Research Center, 1992-94.
Recruiting Committee, 1990-96 (Chair, 1992-93).
Graduate Advisor, 1990 - 92.
Advisory Council Review Committee, 1989.
Advisory Committee for C. Aubrey Smith Auditing Research Center, 1989-present.
Executive Committee, 1988-89, 1990 - 1996, 1998 – 2002, 2005-2009, 2014.
Ad Hoc MPA Core Committee, 1998.
Ph.D. Review & Evaluation Committee, 1987-89, 1997-98, 2004-05.
Chairman, Graduate Studies Committee, 1987-89.

Promotions Committee, 1987.
Chairman, PPA Project Quest Proposal Committee, 1986.
Ph.D. Comprehensive Exam Committee, 1986, 1988-90, 2000-01, 2001-02, 2003-04, 2004-05, 2005-06 (Chair), 2006-07 (Chair).
Ph.D. Admissions Committee, 2007-08.
Ph.D. Curriculum Committee, 1981-82, 1984, 2004-05.
PPA Financial Accounting Curriculum Committee, 1984.
Chairman, Ph.D. Admissions Committee, 1983-85.
Colloquium Coordinator, 1981-83.
Policy and Advisory Committee, 1981-82.
Ad Hoc Departmental Governance Committee, 2009

Graduate School of Business:

Dean's Executive Committee, 2010-2014
Operations Committee (Chair), 2010-2014
IT Governance Committee (Chair), 2012-14
Compensation Advisory Committee (Chair), 2012
Staff Recognition Taskforce (Chair), 2011
Staff Communication Taskforce (Chair), 2011
Dean's Ad Hoc Committee to Evaluate the McCombs Merit Review Process and Criteria for Tenure-track and Tenured Faculty (Chair), 2010-11
Dean's Ad Hoc Committee to Design McCombs Merit Review Process and Criteria for Non-tenure-track Faculty (Chair), 2010-11
Honors Program Committee, 2007-09, 2014
Faculty Research Committee, 2003-04, 2004-06 (Chair)
Research Center Review Committee, 2003-04
Strategic Planning Committee, 2002-03
Advisory Committee on Endowed Positions, 1998, 2001-02.
Director, Bureau of Business Research, 1998-2001.
Executive Education Oversight Committee, 1995-96.
Resources Committee, 1992-96, 1998-2001.
Coordinating Committee, 1992-96.
MBA Task Force, 1991- 92.
Dean's Promotion Advisory Committee, 1989-92, 2002.
Senior Faculty Budget Committee, 1988-92.
Research Awards Committee, 1988-90, 1991-92, 1998, 2006-09 (Chair).
Graduate Business Committee, 1988-90.
Faculty Academic Development and Research Committee, 1985-86, 1987-88.

University:

Operational Informational Technology Committee, 2011 – 2014.
Data Management Committee, 2012-14.

Dean Search Committee (Chair), 2001-02.
RISE (Research InfraStructure Enhancement) Committee, 1998-99.
Faculty Council, 1996-98, 2014.
Faculty Advisory Committee on Budgets, 2014
Task Force on Distance Learning, 1996.
Freshman Student Academic Success Subcommittee of the Freshman
Forum, 1996.
Parking and Traffic Panel, 1981-83.

Work in Progress

Auditing and the Value Relevance of Reported Earnings (with Evelyn Patterson
and Reed Smith)

Doctoral Dissertation Committees

Chairman

Kirill Novoselov, "Internal Controls, Collusion, and Hierarchical Structure,"
2007.
Romana Autrey (co-chair with Shane Dikolli), "Three Essays on Teams and
Synergy," 2005.
Shelley Rhoades, "Optimal Audit Strategies with Multiple Component Tax
Reporting," 1995.
Jaewan Park, "Audit Timing Plans in Strategic Settings," 1995.
Stan Fuhrman, "The Association Between Firms' Lobbying Positions and
Security Returns," 1991.
Richard Sansing, "Strategic Auditing and Strategic Information Transmission in
Reputation Games," 1990.
Changmok Hong, "Auditors' Legal Liability and Reputation: A Game-Theoretic
Analysis of the Demand for Auditing in an Adverse Selection Setting,"
1990.
Evelyn Patterson, "Game Theoretic Applications to Audit Sampling," 1987.
Sangsoo Lee, "Decentralization, Informational Asymmetry, and the Value of
Communication and Delegation," 1986.
Michael Ettredge, "Regulation and the Demand for Audits in Securities
Markets; Auditor Liability and Auditing Contracts," 1982.

Committee Member

- Kendall Bowlin, "Can Strategic Reasoning Prompts Improve Auditors' Sensitivity to Fraud Risk?" 2008.
- Adam Koch, "Financial Distress and the Credibility of Management Earnings Forecasts," 1999.
- Birendra Mishra, "A Theory of Cost-System Choice: Traditional vs. Activity-Based Costing," 1996.
- Will Yancey, "A Theory of Market Reactions to Announcements of Asset Writedowns," 1993.
- Van Harlow, "Asset Pricing in a Generalized Mean-Lower Partial Moment Framework: Empirical Evidence," 1986.
- Bill Webster, "An Expected Utility Risk Model: Adaptation of an Expected Utility Model to Observed Choice Behavior," 1986.
- James Musmeci, "Impact of Real Return and Inflation Risks on Bond Maturity Decisions," 1986.
- John Easterwood, "A Synthesis of the Transactions Costs Theory of Financial Intermediation," 1985.
- Yoon Suh, "Noncontrollable Costs and Optimal Performance Measurement," 1985.
- Wayne Shaw, "Empirical Evidence on the Market Impact of the Safe Harbor Leasing Law," 1985.
- Marc Rubin, "An Examination of the Political and Economic Determinants of Municipal Audit Fees: Theory and Evidence," 1985.
- Jack Wilkerson, "An Analytical and Empirical Examination of Economic Determinants of the Auditor Reporting Decision," 1984.
- Robert Jennings, "Efficiency in a Financial Market Characterized by Sequential Information Arrival," 1981.
- Laura Starks, "The Investment Trust Relationship: An Agency Theoretic Approach," 1981.
- Robert Jamison, "Tax Planning for the Operation and Succession of Interest in a Subchapter S Corporation," 1980.
- Paul Brown, "A Descriptive Analysis of Select Input Bases of the Financial Accounting Standards Board," 1979.
- Young Kwon, "The Social Value of Accounting Information in a Temporary Economic Equilibrium," 1978.

Outside Reader

- Yasuhiro Ohta, University of Buffalo, Combining Fieldwork and Substantive Tests in a Strategic Audit Setting, 2002.
- Yanmin Gao, University of British Columbia, Corporate Governance, Earnings Manipulation, and Information Quality in Capital Markets, September 2006.

Plan II Thesis Advisor – Megan D. Meyer, “The Financial Accounting Treatment of Research and Development Expenditures,” 2007.