



# Accounting Roundup

## Second Quarter in Review — 2012





To our clients, colleagues, and other friends:

Welcome to the quarterly edition of *Accounting Roundup*. During the second quarter of 2012, the EITF held its second meeting of the year. In addition, the FASB and IASB continued to make progress on their financial instruments project, most notably on (1) classification and measurement and (2) impairment. The FASB also issued an ED on liquidity and interest rate risk disclosures.

In other news, on April 5, 2012, President Obama signed into law the Jumpstart Our Business Startups Act (the "JOBS Act" or the "Act"). The primary objective of the Act is to "increase American job creation and economic growth by improving access to the public capital markets for emerging growth companies." The SEC also issued some FAQs on the JOBS Act during this quarter.

Note that in this quarterly edition, an asterisk in the article title denotes events that occurred in June or that were not addressed in the [April](#) or [May](#) issues of *Accounting Roundup*, including updates to previously reported topics. Events without asterisks were covered in those monthly issues.

As usual, click any title in the table of contents to go directly to the article. For additional information about a topic, click the hyperlinks, which are blue. You can find further details on the Web sites of the various accounting standard setters and regulators, including the [FASB](#), [GASB](#), [SEC](#), [PCAOB](#), [AICPA](#), and [IASB](#).

Be sure to monitor upcoming issues of *Accounting Roundup* for new developments. We value your feedback and would appreciate any comments you may have on *Accounting Roundup: Second Quarter in Review — 2012*. Take a moment to tell us what you think by sending us an e-mail at [accountingstandards@deloitte.com](mailto:accountingstandards@deloitte.com).

## ***Dbriefs* for Financial Executives**

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- Tuesday, July 10: [Understanding Impact Investing: An Emerging Opportunity](#).
- Wednesday, July 18, 3:00 p.m. (EDT): [Leading a Multigenerational Finance Team: A Survival Guide](#).
- Tuesday, July 24: [Are Strategic Alliances and Joint Ventures the New M&A?](#)
- Thursday, July 26: [The Evolution of HR's Role in Risk Management](#).
- Thursday, August 9: [Data Analytics: Bringing the Revolution to Tax](#).
- Wednesday, August 15, 3:00 p.m. (EDT): [Improving Project Performance With Analytics](#).
- Tuesday, August 21: [Global Restructuring Trends in the Recovery](#).
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- Monday, September 10: [The Foreign Corrupt Practices Act: 35 Years of Focusing on Anti-corruption](#).
- Tuesday, September 11: [Materiality in ESG Reporting: Determining What Matters](#).
- Tuesday, September 18: [EITF Roundup: Highlights From the September Meeting](#).
- Wednesday, September 19, 3:00 p.m. (EDT): [Near-Shoring: Should You Cozy Up to Your Customers?](#)
- Friday, September 21: [A Risk Intelligent Approach to Compliance](#).
- Thursday, September 27: [Quarterly Accounting Roundup: An Update of Important Developments](#).

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## Deloitte Publications

Publication	Title	Affects
July 3, 2012, <i>Heads Up</i>	<i>FASB Issues Exposure Draft on Liquidity and Interest Rate Risk Disclosures</i>	All entities.
June 26, 2012, <i>Financial Reporting Alert</i>	<i>Balance Sheet Presentation of a Claim Liability and the Related Insurance Recovery</i>	All entities.
June 2012 <i>EITF Snapshot</i>		All entities.
June 13, 2012, <i>Heads Up</i>	<i>A Summary of the May 17 Meeting of the PCAOB's Standing Advisory Group</i>	Registered public accounting firms and their clients.
June 5, 2012, <i>Heads Up</i>	<i>FAF Establishes PCC to Watch Over Private-Company Standard Setting</i>	Nonpublic entities.
May 2012 <i>Roadmap</i>	<i>Qualitative Goodwill Impairment Assessment — A Roadmap to Applying the Guidance in ASU 2011-08</i>	All entities.
May 15, 2012, <i>Financial Reporting Alert</i>	<i>SEC Staff Clarifies Hedging Ramifications of Modifications to Derivative Contracts Made in Response to the Dodd-Frank Act</i>	SEC registrants.
April 13, 2012, <i>Heads Up</i>	<i>Comments on the Revised Exposure Draft on Revenue Recognition</i>	All entities.
April 10, 2012, <i>Heads Up</i>	<i>PCAOB Proposes New Auditing Requirements on Related Parties, Significant Unusual Transactions, and Other Matters</i>	Registered public accounting firms and their clients.
April 5, 2012, <i>Financial Reporting Alert</i>	<i>Presentation of Comprehensive Income: Application of ASU 2011-05 and ASU 2011-12 to Interim Financial Statements</i>	All entities.
April 2, 2012 (updated May 8, 2012), <i>Heads Up</i>	<i>JOBS Act to Ease Access to Investment Capital</i>	All entities.

## Leadership Changes

**FASAB:** Graylin Smith has been appointed for a five-year term beginning on July 1, 2012. In addition, Harold Steinberg has been reappointed for a term of three and a half years. For more information about these appointments, see the [press release](#) on the FASAB's Web site.

**IASB:** [Martin Edelmann](#) has been appointed for a five-year term, renewable for an additional three years. Previously, Mr. Edelmann was a member of the German Accounting Standards Board from 2006 to 2011.

**IFRS Interpretations Committee:** Sandra J. Peters and John O'Grady have been appointed as new members. They will serve initial three-year terms that are renewable once. In addition, Laurence Rivat and Kazuo Yuasa have been reappointed to new terms. For more information on these appointments, see the [press release](#) on the IASB's Web site.

**IFRS Foundation:** [Sir Callum McCarthy](#) has been appointed as a trustee. His term begins immediately; will continue through December 31, 2014; and is renewable once. In addition, [Harvey Goldschmid](#), a professor of law at Columbia University, was reappointed as a trustee of the IFRS Foundation. Previously, Professor Goldschmid served as commissioner of the SEC from 2002–2005.

**IESBA:** [Jörgen Holmquist](#) has been appointed as the first independent chairman. His term will begin in September 2012 and will last for three years.



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## Accounting Developments

### Business Combinations

#### EITF Adds Pushdown Accounting to Its Agenda

**Affects:** All entities.

**Summary:** At the May 14, 2012, EITF meeting, the EITF Agenda Committee added pushdown accounting (Issue 12-F) to the Task Force's agenda. Currently, there is limited U.S. GAAP guidance on determining when an acquiring entity can establish a new accounting and reporting basis (pushdown) in the acquired entity's stand-alone financial statements. For SEC registrants, SAB Topic 5.J, EITF Topic D-97, and ASC 805-50-S99-1 through S99-4 contain pushdown accounting requirements. However, because only SEC registrants are required to apply this guidance, there is diversity in practice in how nonpublic entities and other non-SEC registrants apply pushdown accounting.

The EITF [agenda report](#) on the meeting indicates that the issue the Task Force is trying to resolve is "[w]hether an acquired entity should establish a new accounting basis in its standalone financial statements due to a change in its ownership as a result of a purchase transaction accounted for as a business combination [footnote omitted] by the acquiring entity. If so, the level of change in ownership at which the new accounting basis should be required." ●

### Consolidation

#### FASB and IASB Make Progress on Investment Companies Project\*

**Affects:** All entities.

**Summary:** At their May 22, 2012, joint meeting, the FASB and IASB began redeliberating their investment companies project. The boards reached tentative decisions about alternatives that the staffs presented regarding the overall approach to assessing whether an entity is an investment company. The alternatives were based on comments received on the boards' respective EDs. In addition, the boards reached tentative decisions regarding changes to certain of the criteria and application guidance in the EDs.

The boards agreed with the staffs' proposed approach but asked them to explore potential ways to address situations in which it is unclear whether an entity is an investment company (e.g., when an entity meets the definition of an investment company but fails to meet some or all of the other criteria).

At their June 13, 2012, joint meeting, the FASB and IASB continued to redeliberate their project on investment companies. The boards tentatively agreed on the measurement requirements for an investment company's interest in another investment company.

The FASB tentatively decided that an investment company would measure its interests in another investment company at fair value. This decision is a significant departure from the guidance in the FASB's ED, which would have required an investment company to consolidate a controlling financial interest in another investment company. Similarly, the IASB decided that an investment company should measure its controlling financial interests in another investment company at fair value.

The FASB and IASB also reaffirmed their decisions in their respective EDs on whether a noninvestment company parent should retain, after consolidation, the specialized accounting of its investment company subsidiary. Like current U.S. GAAP, the FASB's ED would require that a noninvestment company parent retain the specialized accounting applied by its investment company subsidiary within its consolidated financial statements. In contrast, under the IASB's ED, a noninvestment company parent would not retain the specialized accounting applied by its investment company subsidiary. The boards' guidance on this topic is expected to remain significantly different.

**Other Resources:** For more information, see the FASB's [May 24, 2012](#), and [June 18, 2012](#), meeting minutes. ●



## FASB Staff Presents Feedback Received on Principal-Versus-Agent Proposal

**Affects:** All entities.

**Summary:** At its April 25, 2012, meeting, the FASB staff presented highlights from the comment letters received on its [ED](#) on the principal-versus-agent analysis. The main items addressed by the staff were:

- Consolidation objective and potential alignment with the voting interest model.
- Substantive kickout and participating rights.
- Fee seniority.
- The decision maker's exposure to negative and positive returns.
- Reassessment criteria.
- Consolidation conclusions related to money market funds.
- Related-party considerations.
- The evaluation of partnerships and similar entities.
- Effective date and transition issues.

Although this meeting was an educational session and no decisions were made, the Board did note a need to "carefully consider all of these issues during redeliberations."

**Other Resources:** For more information, see the FASB's April 26, 2012, [meeting minutes](#). ●

## Disclosures

### FASB Discusses Disclosure Framework

**Affects:** All entities.

**Summary:** At its April 25, 2012, meeting, the FASB addressed items related to interim disclosures and the costs and consequences of disclosure and decided to discuss these items in an invitation to comment. The invitation to comment also will include a project overview, the Board's framework for setting disclosure, a "decision tree" to help entities determine which disclosures to provide, and guidance on organizing and formatting the notes.

**Other Resources:** For more information, see the [meeting summary](#) on the FASB's Web site. ●

## EITF

### Task Force Discusses Three EITF Issues at June Meeting\*

**Affects:** All entities.

**Summary:** At its June 21, 2012, meeting, the EITF discussed three Issues:

- Issue 11-A, "Parent's Accounting for the Cumulative Translation Adjustment (CTA) Upon the Sale or Transfer of a Group of Assets Within a Consolidated Foreign Entity That Meets the Definition of a Business."
- Issue 12-B, "Not-for-Profit Entities: Contributed Services From an Affiliate."
- Issue 12-D, "Accounting for Joint and Several Liability for Which the Total Amount of the Obligation Is Fixed."

The Task Force reached consensus-for-exposure on Issues 12-B and 12-D but asked the FASB staff to perform additional analysis and outreach related to Issue 11-A for further deliberation at a future meeting.

**Next Steps:** The EITF's next meeting is scheduled for September 11, 2012.

**Other Resources:** For more information, see Deloitte's June 2012 [EITF Snapshot](#), which summarizes EITF meeting deliberations and tentative decisions. ●



## FASB Issues Three Proposed ASUs in Response to EITF Consensuses

**Affects:** All entities.

**Summary:** On April 18, 2012, the FASB exposed the following three proposed ASUs for public comment, which are based on the consensuses-for-exposure reached at the EITF's March meeting.

- [\*Accounting for Fair Value Information That Arises After the Measurement Date and Its Inclusion in the Impairment Analysis of Unamortized Film Costs.\*](#)
- [\*Subsequent Accounting for an Indemnification Asset Recognized at the Acquisition Date as a Result of a Government-Assisted Acquisition of a Financial Institution.\*](#)
- [\*Not-for-Profit Entities: Classification of the Sale of Donated Securities in the Statement of Cash Flows.\*](#)

**Next Steps:** Comments on each of the three proposals are due by July 16, 2012.

**Other Resources:** For more information, see Deloitte's March 2012 [EITF Snapshot](#), which summarizes EITF meeting deliberations and tentative decisions. ●

## FAF Matters

### FAF Issues 2011 Annual Report

**Affects:** All entities.

**Summary:** On April 18, 2012, the FAF released its [2011 annual report](#), which includes the FAF's 2011 audited financial statements as well as a high-level summary of the organization's annual activities and those of the bodies that it oversees — the FASB and the GASB. ●

## Fair Value

### FASB Working to Address Fair Value Disclosures for Nonpublic Entities

**Affects:** Nonpublic entities.

**Summary:** At its April 25, 2012, meeting, the FASB requested its staff to reach out to preparers, auditors, and users of nonpublic-entity financial statements to determine whether a narrative disclosure of the reasons for significant changes in the amount of Level 3 assets and liabilities is a cost-effective alternative to the existing requirements (i.e., a rollforward presentation of (1) derivative assets and liabilities, (2) pension and postretirement plan assets, and (3) all other recurring Level 3 asset and liability measurements). The Board decided that the scope of the project should exclude nonpublic entities for which substantially all assets are measured at fair value on a recurring basis.

**Other Resources:** For more information, see the FASB's April 27, 2012, [meeting minutes](#). ●

## Financial Instruments: Classification and Measurement

### FASB and IASB Tentatively Agree to Converge Certain Classification and Measurement Guidance

**Affects:** All entities.

**Summary:** At their April 17, 2012, joint meeting, the FASB and IASB discussed the business model assessment for classifying financial assets at amortized cost as well as the requirements for bifurcating financial instruments.

The boards "tentatively decided that financial assets would qualify for amortized cost if the assets are held within a business model whose objective is to hold the assets in order to collect contractual cash flows." In addition, the boards tentatively decided to provide guidance on (1) determining when sales are consistent with the "hold to collect" business model and (2) other components of the business model.

Further, the boards tentatively decided that entities should account for an embedded feature separately from a financial liability host if the feature is not “closely related” to the host. The boards also tentatively decided not to permit the bifurcation of financial assets. This tentative decision is consistent with the current classification and measurement model in IFRS 9 but eliminates the bifurcation requirements for financial assets in the FASB’s tentative model.

**Other Resources:** For more information, see the [meeting summary](#) on the FASB’s Web site. ●

## Boards Agree on FV-OCI Category and Reclassification of Financial Assets

**Affects:** All entities.

**Summary:** At its May 21, 2012, meeting, the IASB tentatively decided to introduce FV-OCI as a measurement category for eligible debt financial assets. The FASB’s tentative model already includes such a measurement category.

The IASB tentatively agreed that:

- Such financial assets would be measured at fair value on the balance sheet.
- Interest income would be recognized in net income (NI) by using the effective interest rate method that is applied to financial assets measured at amortized cost.
- The impairment method used to recognize impairment losses and reversals in NI would be the same as that for financial assets carried at amortized cost.
- Fair value gains and losses would be recognized in OCI over the life of the financial asset, and the cumulative fair value gain or loss would be reclassified to NI (i.e., recycled) when the financial asset is derecognized or impaired.

The boards tentatively agreed that investments in debt instruments that pass the contractual cash flow characteristics test<sup>1</sup> would be classified in FV-OCI if they are included in a portfolio managed with the objective of both collecting contractual cash flows and selling financial assets. FV-NI would be the residual classification category for eligible debt instruments that do not meet the business model tests for amortized cost or FV-OCI. Reclassifications of financial assets would be required when the business model changes.

**Other Resources:** For more information, see the [meeting summary](#) on the FASB’s Web site. ●

## FASB Makes Additional Tentative Decisions About FV-OCI\*

**Affects:** All entities.

**Summary:** At its June 20, 2012, meeting, the FASB tentatively decided to require:

- Separate presentation, in other comprehensive income, of changes in fair value attributable to changes in an entity’s own credit risk for financial liabilities measured at fair value through net income under the fair value option.
- Recycling to net income of these changes upon the settlement of a liability.

The FASB also tentatively decided to extend to public entities the practicability exception from fair value measurement for investments in nonmarketable equity securities. Under this exception, entities would be allowed to measure nonmarketable equity securities at cost less any impairment, plus or minus adjustments in fair value when a change in price is observable.

**Other Resources:** For more information, see the FASB’s June 25, 2012, [meeting minutes](#). ●

<sup>1</sup> At their February 28, 2012, joint meeting, the FASB and IASB tentatively agreed that, in a manner consistent with IFRS 9, a financial asset could be eligible for a measurement category other than fair value with changes in fair value recognized in net income (FV-NI) if, at initial recognition, the “contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.”

## FASB and IASB Make Tentative Decisions About Fair Value Option\*

**Affects:** All entities.

**Summary:** On June 13, 2012, the FASB and IASB confirmed that investments in debt instruments will be measured at FV-OCI only if they (1) pass the contractual cash flow characteristics test and (2) are managed within the relevant business model. In addition:

- The FASB tentatively agreed to provide a limited fair value option that is similar to that in its tentative model for classifying and measuring financial instruments.
- The IASB tentatively decided to extend its fair value option to debt instruments measured at FV-OCI.

The FASB tentatively decided to permit an entity to elect, at initial recognition, to measure a group of financial assets and financial liabilities at FV-NI if the entity both (1) manages the net exposure related to those financial assets and financial liabilities on a fair value basis and (2) provides information on that basis to the reporting entity's management.

The FASB also tentatively decided to allow entities to designate, at initial recognition, a hybrid financial liability at FV-NI, unless certain prohibiting criteria are met. Because the FASB and IASB jointly decided at their April meeting not to permit the bifurcation of financial assets, this option is limited to financial liabilities.

**Other Resources:** For more information, see the [meeting summary](#) on the FASB's Web site. ●

## Financial Instruments: Impairment

### FASB and IASB Continue Discussions of Financial Asset Impairment

**Affects:** All entities.

**Summary:** On April 18, 2012, the FASB and IASB continued discussing their "three-bucket" expected-loss approach to the impairment of financial assets. The boards clarified that an estimate of expected credit losses should reflect (1) all reasonable and supportable information that is considered relevant to the forward-looking estimate, (2) a range of possible outcomes that takes into account the likelihood and reasonableness of those outcomes (i.e., the estimate is not merely the "most likely outcome"), and (3) the time value of money.

The boards also noted that for financial assets for which a loss event is expected in the next 12 months, the Bucket 1 measurement objective is to record lifetime expected credit losses and not just cash shortfalls over the next 12 months.

**Other Resources:** For more information, see the [meeting summary](#) on the FASB's Web site. ●

### Boards Discuss Potential Effects of Impairment Model on Lease Receivables

**Affects:** All entities.

**Summary:** At their May 21, 2012, joint meeting, the FASB and IASB discussed whether an entity should apply the boards' proposed "three-bucket" expected-loss impairment approach to lease receivables, including those recognized under (1) the model for proposed receivables and residual leases and (2) existing lease standards (i.e., ASC 840 and IAS 17). In addition, the boards tentatively decided that an entity could elect, as its accounting policy, either to fully apply the three-bucket impairment model to all lease receivables (whether under the proposed or existing lease standards) or to use a simplified model in which the allowance measurement objective for lease receivables would be lifetime expected credit losses at initial recognition and throughout the lease receivables' life. (This is similar to the boards' tentative decision made at the February 28, 2012, [joint meeting](#) regarding trade receivables with a significant financing component.) The simplified model provides relief because an entity would not be required to track credit deterioration through the buckets of the "three-bucket" model for disclosure purposes.

**Other Resources:** For more information, see the FASB's May 24, 2012, [meeting minutes](#). ●

## OCC Issues Bulletin on TDRs

**Affects:** National banks and federal savings associations.

**Summary:** On April 5, 2012, the OCC released a [bulletin](#) for national banks and federal savings associations (collectively, “banks”) that addresses “many inquiries received from bankers and examiners on the accounting and reporting requirements” for TDRs, particularly loan renewals and extensions of substandard commercial loans. The bulletin reminded banks of the TDR guidance in the FASB’s ASU 2011-02. In addition, the OCC pointed banks to the FFIEC’s supplemental [call report instructions](#) for additional guidance on TDRs, including on how to apply the ASU. ●

## Financial Instruments: Disclosures

### FASB Issues Exposure Draft on Liquidity and Interest Rate Risk Disclosures\*

**Affects:** All entities.

**Summary:** On June 27, 2012, the FASB issued a [proposed ASU](#) that would amend ASC 825 by requiring reporting entities to provide new qualitative and quantitative disclosures about liquidity and interest rate risk. The proposal would require all entities to provide disclosures about liquidity risk, while only “financial institutions” would have to provide disclosures about interest rate risk. For public entities, the proposed ASU would be effective for interim and annual periods; however, nonpublic entities would only be required to provide disclosures for annual periods. The proposal’s effective date has not been specified but will be established during the Board’s redeliberations.

**Next Steps:** Comments on the proposed ASU are due by September 25, 2012.

**Other Resources:** Deloitte’s July 3, 2012, [Heads Up](#). Also see the [press release](#) on the FASB’s Web site. ●

## Going Concern

### FASB to Reconsider Requiring Management Assessment

**Affects:** All entities.

**Summary:** At its May 2, 2012, meeting, the FASB tentatively decided to establish a separate project to reconsider whether to require management to assess an entity’s ability to continue as a going concern. Further, the Board asked the staff to prepare a proposal outlining a direction for the new project.

In addition, in response to questions raised regarding limited-life entities, the Board tentatively decided to amend the definition of “imminent” in its proposed ASU on the liquidation basis of accounting. The Board also reaffirmed its previous tentative decision to expose the proposed ASU for a 90-day comment period.

**Other Resources:** For more information, see the [meeting summary](#) on the FASB’s Web site. ●

## Indefinite-Lived Intangibles

### FASB Addresses Impairment of Indefinite-Lived Intangible Assets\*

**Affects:** All entities.

**Summary:** On June 6, 2012, the FASB discussed constituents’ feedback on its [ED](#) on testing indefinite-lived intangible assets for impairment. The Board also considered the FASB staff’s analysis of the comment letters received.

The FASB confirmed that it will propose giving entities the option to use a qualitative approach to assess the impairment of an indefinite-lived intangible asset. In addition, as indicated in the FASB’s [Action Alert](#) on the meeting, “a nonpublic entity would not be required to provide quantitative disclosures about significant unobservable inputs used in a Level 3 fair value measurement of an indefinite-lived intangible asset after its initial recognition”; however, public entities would continue to provide those disclosures. ●

## Leases

### Boards Tentatively Decide on Approaches to Determining Expense Recognition Pattern\*

**Affects:** All entities.

**Summary:** At their June 13, 2012, joint meeting, the FASB and IASB tentatively decided on two different approaches to recognizing lease expense. The boards decided that a lessee's and lessor's determination of the appropriate expense recognition pattern would be based on (1) whether the lessee acquires and consumes more than an insignificant portion of the underlying asset and (2) the nature of the underlying asset.

Regarding lessors, the boards had previously decided that lessors of investment property were exempt from applying the ED's proposed receivable and residual lessor model and should instead account for operating leases under the existing requirements. However, in light of their current decision acknowledging two types of leases for lessees, the boards revisited the classification of lease agreements by lessors and tentatively decided that there should be symmetry in such classification by lessors and lessees as well as in the practical expedients. Therefore, lessors will apply the receivable and residual method when they "have 'sold' a more than insignificant portion of the underlying asset to the lessee."

**Next Steps:** The boards plan to discuss any remaining items related to leases at their July meeting and to issue the revised ED in the fourth quarter of 2012.

**Other Resources:** For more information, see the FASB's June 19, 2012, [meeting minutes](#). ●

## Other Comprehensive Income

### FASB Addresses Reclassification Adjustments\*

**Affects:** All entities.

**Summary:** At its June 20, 2012, meeting, the FASB tentatively decided not to reinstate ASU 2011-05's original presentation requirements for reclassification adjustments that were deferred by ASU 2011-12. Instead, the Board voted to expand the disclosure requirements for such items to give financial statement users more access to information about the effects of reclassification adjustments on an entity's financial statements.

Under the new disclosure requirements, entities would need to provide additional quantitative information in two separate tables in the notes to the financial statements. Currently, ASC 220-10-45-14A requires entities to present period changes in the components of AOCI. Under the proposed disclosure requirements, entities would further disaggregate this information in a table depicting the amounts of such changes that are attributable to reclassification adjustments. Entities would also include a separate table that depicts, by component, (1) significant items reclassified out of AOCI and (2) corresponding information about the income statement line item(s) affected by the reclassification adjustment (with certain exceptions). The new disclosure requirements would apply to both public and nonpublic entities and to both annual and interim financial statements.

**Next Steps:** The Board considered whether the final guidance would be issued in time for the December 31, 2012, year-end reporting cycle or potentially for the first quarter of 2013. However, the Board ultimately decided to seek additional input from preparers regarding effective dates and requested the staff to include a question for respondents on the topic in its forthcoming ED. The Board also indicated that nonpublic entities should have an additional year to implement a final standard. The staff indicated that the ED would most likely be issued in either late July or early August of this year for a 60-day comment period.

**Other Resources:** For more information, see the [meeting summary](#) on the FASB's Web site. ●

## Private Companies

### FAF Issues Final Report on Establishment of Private Company Council and Requests Nominations for Members\*

**Affects:** Private companies.

**Summary:** On May 23, 2012, the board of trustees of the FAF, the FASB's parent organization, approved the formation of the Private Company Council (PCC), which is tasked with improving the accounting standard-setting process for private companies. The two main responsibilities of the FAF will be to (1) determine whether exceptions or modifications to existing nongovernmental U.S. GAAP would benefit end users of private-company financial statements and (2) advise the FASB on how private-company accounting matters on the FASB's technical agenda should be treated.

Further, on May 30, 2012, the FAF issued its [final report](#) on the formation of the PCC. The report summarizes the background of and key events leading to the establishment of the PCC, key matters considered by the FAF trustees when forming the PCC, details on comments the FAF received during its outreach on private-company standard setting, and an overview of the PCC's responsibilities and operating procedures.

In addition, on June 1, 2012, the FAF trustees issued a [Request for Nominations to the FAF's Private Company Council](#), which solicits nominations for the chairman and members to serve on the council. The FAF trustees will consider individuals with varying backgrounds and experience, including preparers, auditors, and users of private-company financial statements. Completed nomination forms and supporting information were due by June 30, 2012.

**Other Resources:** For more information, see the [press release](#) on the FAF's Web site. ●

### FASB Continues Discussion of Nonpublic Entities

**Affects:** Nonpublic entities.

**Summary:** At its April 25, 2012, meeting, the FASB discussed the definition of a nonpublic entity. The Board tentatively decided that entities "required to file or furnish financial statements with the SEC for purposes of issuing securities to be traded in a public market" would not meet the definition of a private company. The FASB also tentatively decided that privately held financial institutions would meet this definition.

In addition, at its May 2, 2012, meeting, the FASB tentatively decided that a for-profit conduit bond obligor (any for-profit entity that is a conduit bond obligor for conduit debt securities and that is not required to file or furnish financial statements with the SEC) for conduit debt securities traded in a public market would not be considered a private company for standard-setting purposes, even if the entity otherwise meets the definition of a private company.

**Other Resources:** For more information, see the [meeting summary](#) on the FASB's Web site as well as the FASB's May 4, 2012, [meeting minutes](#). ●

## Revenue

### FASB and IASB Continue to Discuss Revenue Recognition

**Affects:** All entities.

**Summary:** At their May 22, 2012, joint meeting, the FASB and IASB discussed the timeline for completion of a common revenue recognition standard. In addition, they addressed the following revenue-related topics: (1) feedback from comment letters and outreach, (2) a summary of the staffs' outreach activities, and (3) the staffs' project plan for redeliberations.

**Next Steps:** The staffs expect revenue recognition redeliberations to be substantially complete by the end of 2012 and to issue a final standard in early 2013.

**Other Resources:** For more information, see the FASB's May 24, 2012, [meeting minutes](#). ●

## Risks and Uncertainties

### FASB Issues Proposed ASU on the Liquidation Basis of Accounting\*

**Affects:** All entities.

**Summary:** On July 2, 2012, the FASB issued a [proposed ASU](#) that would provide guidance on when and how to apply the liquidation basis of accounting. Under the proposed ASU, an entity would be required to use the liquidation basis of accounting to present its financial statements when it determines that liquidation is imminent. Under the proposed ASU, liquidation would be considered “imminent when either of the following occurs:

- a. A plan for liquidation has been approved by the person or persons with the authority to make such a plan effective and the likelihood is remote that the execution of the plan will be blocked by other parties (for example, those with protective rights).
- b. A plan for liquidation is imposed by other forces (for example, involuntary bankruptcy) and the likelihood is remote that the entity will return from liquidation.”

**Next Steps:** Comments on the proposed ASU are due by October 1, 2012. The proposed ASU would affect all entities.

**Other Resources:** For more information, see the [FASB In Focus](#) on the FASB’s Web site. ●

## Technical Corrections

### FASB Discusses Comments on Proposed Accounting Standards Update\*

**Affects:** All entities.

**Summary:** At its May 30, 2012, meeting, the FASB discussed feedback on its October 2011 [proposed ASU](#) on technical corrections. In their feedback, respondents noted three primary areas of concern: (1) net appreciation of net plan assets, (2) fair value of net plan assets less costs to sell, and (3) continuing care retirement communities (CCRCs).

In addition to separating the CCRC amendments into a separate ASU, the Board agreed to provide transition guidance on certain amendments, including those related to (1) debt and equity, (2) rabbi trusts, (3) troubled debt restructurings, and (4) certain pension plan items.

The Board agreed to retain the amendment stating that transition guidance should be applied to certain substantive transactions as of the beginning of the fiscal year of adoption, with the cumulative effect of the change in accounting principle recognized as an adjustment to the opening balance of retained earnings or other appropriate components of equity or net assets in the statement of financial position. The Board tentatively agreed that the effective date would be fiscal periods beginning after December 15, 2012, for public entities, and fiscal periods beginning after December 15, 2013, for nonpublic entities. Amendments without transition guidance would be effective upon issuance of the final ASU.

**Next Steps:** The Board is targeting early July for the release of both the ASU on technical corrections and the new ASU on CCRCs.

**Other Resources:** For more information, see the [meeting summary](#) on the FASB’s Web site. ●

## International

### IASB Issues Amendments to Consolidation Guidance\*

**Affects:** Entities reporting under IFRSs.

**Summary:** On June 28, 2012, the IASB issued amendments to the transition guidance in IFRS 10, IFRS 11, and IFRS 12. The amendments would provide entities with transition relief from certain of the requirements in the three IFRSs (e.g., by “limiting the requirement to provide adjusted comparative information to only the preceding comparative period”).

**Other Resources:** For more information, see the [press release](#) on the IASB’s Web site. ●



## IASB Requests Comments on *IFRS for SMEs*\*

**Affects:** Entities reporting under IFRSs.

**Summary:** On June 26, 2012, the IASB issued a [request for information](#) on its *IFRS for SMEs*. The goal of the request is to “seek public views on whether there is a need to make any amendments to the IFRS for SMEs and, if so, what amendments should be made.”

**Next Steps:** Comments on the request are due by November 30, 2012.

**Other Resources:** For more information, see the [press release](#) on the IASB’s Web site. ●

## IASB Revises Work Plan\*

**Affects:** All entities.

**Summary:** On June 14, 2012, the IASB released a revised [work plan](#). Among other things, the work plan indicates that the IASB (1) expects to release an ED in the fourth quarter of 2012 as part of its leases project and (2) has added to its agenda a new project on the comprehensive review of its *IFRS for SMEs*. ●

## IFRS Foundation Publishes 2011 Annual Report\*

**Affects:** All entities.

**Summary:** On June 12, 2012, the IFRS Foundation released its 2011 [annual report](#), which highlights the standard-setting activities of the IASB and IFRIC.

The 2011 annual report includes a “Report of the Chairman of the IASB,” in which Hans Hoogervorst stresses the need to focus on priorities. “It is not surprising that our friends around the world want some time for the dust to settle,” he says. “That is why determining the IASB’s future work programme will involve cherry-picking the most important areas where change is required. Let’s fix what needs fixing, and no more.” Regarding how things will be fixed, Hoogervorst discusses the IASB’s proposed research program to formalize relations with national standard setters.

**Other Resources:** For more information, see the [press release](#) on the IASB’s Web site. ●

## G20 Leaders Support Convergence\*

**Affects:** All entities.

**Summary:** On April 19 and 20, 2012, the G20 finance ministers and central bank governors met in Washington, D.C., to assess progress on financial regulatory reforms, including accounting convergence. The [final communiqué](#) from the meeting states that they support “the efforts of the IASB and FASB to achieve convergence to a globally accepted set of high quality accounting standards and urge them to meet their target of issuing standards on key convergence projects by mid-2013, at the latest, in order to achieve a single set of high quality international accounting standards.”

In addition, on June 18 and 19, 2012, the G20 leaders held a summit in Los Cabos, Mexico. Their [declaration](#) based on the meeting reaffirms their support of “convergence to a single set of high-quality accounting standards.” ●

## IFRS Interpretations Committee Proposes Guidance on Noncontrolling Interest Put Options and Market Levies

**Affects:** Entities reporting under IFRSs.

**Summary:** On May 31, 2012, the IFRS Interpretations Committee released for public comment two draft interpretations:

- [Levies Charged by Public Authorities on Entities That Operate in a Specific Market](#) (DI/2012/1) — Addresses the accounting for levies charged by public authorities that operate in a specific market.
- [Put Options Written on Non-controlling Interests](#) (DI/2012/2) — Deals with the accounting for changes in the measurement of a financial liability recognized for a put option written by a parent entity on the shares of its subsidiary held by a noncontrolling interest shareholder.

**Next Steps:** Comments on DI/2012/1 are due by September 5, 2012; comments on DI/2012/2 are due by October 1, 2012.

**Other Resources:** For more information, see the [DI/2012/1](#) and [DI/2012/2](#) press releases on the IASB's Web site. ●

## IFRS Foundation Proposes Improvements to Due Process Handbook

**Affects:** Entities reporting under IFRSs.

**Summary:** On May 8, 2012, the IFRS Foundation released an [invitation to comment](#) on proposed amendments to its due process handbook, which describes the IASB's process for developing or amending IFRSs. This invitation to comment represents the first time since 2006 that the IASB has proposed extensive changes to the handbook.

**Next Steps:** Comments on the proposal are due by September 5, 2012.

**Other Resources:** For more information, see the [press release](#) on the IASB's Web site. ●

## IASB Proposes and Finalizes Amendments to IFRSs as Part of Annual Improvements Project

**Affects:** Entities reporting under IFRSs.

**Summary:** On May 3, 2012, the IASB issued an [ED](#) that proposes amendments to 11 IFRSs as part of the 2010–2012 cycle of its annual improvements project. The IASB also recently finalized amendments to five IFRSs addressed during the project's 2009–2011 cycle.

The purpose of the annual improvements project is to make nonurgent changes, including clarifications and narrow-scope modifications, to multiple IFRSs in one convenient location rather than in separate documents.

**Next Steps:** Comments on the ED are due by September 5, 2012.

**Other Resources:** For more information, see the [May 3](#) and [May 17](#) press releases on the IASB's Web site. ●

## IFRS Foundation Issues Report on IFRS Interpretations Committee

**Affects:** Entities reporting under IFRSs.

**Summary:** On May 2, 2012, the trustees of the IFRS Foundation released a [report](#) reviewing the efficiency and effectiveness of the IFRS Interpretations Committee. The foundation's recommendations to the committee included (1) employing a greater variety of "tools" so that the committee can "be more responsive to requests for assistance," (2) revising the criteria for determining issues that the committee should address, and (3) expanding the committee's outreach and improving the transparency of its agenda decisions.

**Other Resources:** For more information, see the [press release](#) on the IASB's Web site. ●

## FASB and IASB Publish Convergence Update

**Affects:** All entities.

**Summary:** On April 23, 2012, the FASB and IASB released a [joint update](#) on their convergence efforts. The update, addressed to the Financial Stability Board Plenary on Accounting Convergence, was also presented at the April 2012 meeting of the G20 finance ministers and central bank governors in Washington, D.C. The update indicates that the boards expect to reexpose their proposals on classification and measurement of financial instruments, financial asset impairment, leases, and insurance contracts in the second half of 2012.

**Other Resources:** For more information, see the [press release](#) on the IASB's Web site. ●

## IASB Publishes Four Q&As on *IFRS for SMEs*

**Affects:** SMEs.

**Summary:** In April 2012, the IASB's SMEIG issued four new Q&As:

- [Recycling of Cumulative Exchange Differences on Disposal of a Subsidiary](#).
- [Fallback to IFRS 9 Financial Instruments](#).
- [Jurisdiction Requires Fallback to Full IFRSs](#).
- [Application of 'Undue Cost or Effort.'](#)

**Other Resources:** For more information, see the [IFRS for SMEs](#) update page on the IASB's Web site. ●

## Auditing Developments

### AICPA

#### AICPA Issues Auditing Standard Regarding Going Concern\*

**Affects:** Auditors that perform audits in accordance with U.S. GAAS.

**Summary:** In June 2012, the AICPA released [SAS 126](#), which provides guidance on an auditor's responsibility in evaluating "whether there is substantial doubt about the entity's ability to continue as a going concern." SAS 126 applies to audits of all financial statements except those based on the assumption of liquidation, whether by dissolution, bankruptcy, or other processes.

**Next Steps:** SAS 126 is effective for audits of financial statements for periods ending on or after December 15, 2012. ●

#### AICPA Proposes Exposure Draft of Three New SSARs\*

**Affects:** Accountants that perform accounting and review services.

**Summary:** On June 29, 2012, the AICPA released an [ED](#) containing three SSARs:

- *Association With Unaudited Financial Statements* (AR Section 70) — Addresses the responsibilities of accountants who are associated with financial statements that they have not compiled, reviewed, or audited.
- *Compilation of Financial Statements* (AR Section 80, Revised) — Addresses responsibilities of accountants who are engaged to compile financial statements.
- *Compilation of Financial Statements — Special Considerations* (AR Section 85) — Discusses how the proposed SSARS on compilation of financial statements (see above) should be applied in certain special situations.

**Next Steps:** Comments on the ED are due by August 31, 2012. ●

### PCAOB

#### PCAOB Standing Advisory Group Holds May 2012 Meeting\*

**Affects:** Registered public accounting firms.

**Summary:** At the May 17, 2012, PCAOB Standing Advisory Group (SAG) meeting, the PCAOB gave an update on recent developments, including an overview of current and future standard-setting activities. In addition, the PCAOB and SAG discussed the following: possible future topics for SAG discussions; the auditor's consideration of going-concern matters; and the PCAOB's recent proposed auditing standard on related parties, significant transactions, and executive compensation.

**Other Resources:** Deloitte's June 13, 2012, [Heads Up](#). ●

## International

### IAASB Requests Comments on How to Improve the Auditor's Report\*

**Affects:** All entities and their auditors.

**Summary:** On June 22, 2012, the IAASB issued an [invitation to comment](#) requesting feedback on how to improve the auditor's report. The invitation to comment includes a sample revised auditor's report that highlights the IAASB's suggested enhancements and "provides the IAASB's rationale for the suggested improvements, together with a discussion of their potential value and impediments, and in what areas feedback is sought."

**Next Steps:** Comments on the invitation to comment are due by October 8, 2012.

**Other Resources:** For more information, see the [press release](#) on the IAASB's Web site. ●

### IVSC Releases Exposure Draft on Valuer's Role in Audits\*

**Affects:** All entities and their auditors.

**Summary:** On June 15, 2012, the IVSC issued an [ED](#) "aimed at helping professional valuers who may be engaged to provide expert advice to either an auditor or a company preparing its accounts."

**Next Steps:** Comments on the ED are due by September 15, 2012.

**Other Resources:** For more information, see the [press release](#) on the IVSC's Web site. ●

### IAASB Issues New Standard on Assurance on Greenhouse Gas Statements\*

**Affects:** Practitioners that perform assurance procedures related to greenhouse gas statements.

**Summary:** On June 6, 2012, the IAASB issued [ISAE 3410](#) to address "an increasingly relevant global assurance service in support of reliable emissions reporting, whether for regulatory compliance purposes or undertaken on a voluntary basis to inform investors, consumers, and others."

**Other Resources:** For more information, see the [press release](#) on the IFAC's Web site. ●

## Governmental Accounting and Auditing Developments

### FASAB

#### FASAB Issues Statement on Funds From Dedicated Collections\*

**Affects:** Federal government entities.

**Summary:** On June 1, 2012, the FASAB issued [Statement 43](#), which amends the guidance in FASAB Statement 27. The amendments include:

- Changing the term "earmarked funds" to "funds from dedicated collections."
- Permitting entities to provide either consolidated or combined data on funds from dedicated collections.
- Allowing certain component entities to report on funds from dedicated collections for amounts related to the statement of changes in net position in a note rather than on the face of the statement.

**Next Steps:** Statement 43 is effective for periods beginning after September 30, 2012. Early application is not permitted.

**Other Resources:** For more information, see the [press release](#) on the FASAB's Web site. ●

## FASAB Issues Statement on Deferred Maintenance and Repairs

**Affects:** Federal government entities.

**Summary:** On April 25, 2012, the FASAB issued [Statement 42](#), which amends the requirements in Statement 6 on deferred maintenance and repairs<sup>2</sup> and makes certain conforming amendments to other standards. Specifically, Statement 42 would:

- Supersede Statement 6's "definitions, measurement and reporting requirements for deferred maintenance and repairs."
- Rescind Statement 14's previous amendments to Statement 6.
- Amend Statement 32 to incorporate the revised definitions and eliminate certain other requirements.

**Next Steps:** Statement 42 is effective for periods beginning after September 30, 2014. Early application is encouraged.

**Other Resources:** For more information, see the [press release](#) on the FASAB's Web site. ●

## GASB

### GASB Proposes Guidance on Financial Guarantees for State and Local Governments\*

**Affects:** Governmental entities.

**Summary:** On June 18, 2012, the GASB released for public comment a [proposed Statement](#) on accounting and financial reporting for nonexchange financial guarantee transactions.

**Next Steps:** Comments on the proposed Statement are due by September 28, 2012.

**Other Resources:** For more information, see the [press release](#) on the GASB's Web site. ●

### GASB Makes Progress on Four Statements\*

**Affects:** Governmental entities.

**Summary:** In the second quarter of 2012, the GASB issued two Statements:

- Statement 65, which "clarifies the appropriate reporting of deferred outflows of resources and deferred inflows of resources to ensure consistency in financial reporting" and is effective for periods beginning after December 15, 2012. Early adoption is encouraged.
- Statement 66, which resolves "conflicting accounting and financial reporting guidance that could diminish the consistency of financial reporting" and is effective for periods beginning after December 15, 2012. Early adoption is encouraged.

In addition, the GASB approved two Statements for future release:

- Statement 67, which "revises existing guidance for the financial reports of most pension plans" and is effective for periods beginning after June 15, 2013. Early adoption is encouraged.
- Statement 68, which "revises and establishes new financial reporting requirements for most governments that provide their employees with pension benefits" and is effective for periods beginning after June 15, 2014. Early adoption is encouraged.

**Other Resources:** For more information, see the [April 2](#) and [June 25](#) press releases on the GASB's Web site. ●

<sup>2</sup> Statement 42 defines deferred maintenance and repairs as "maintenance and repairs that were not performed when they should have been or were scheduled to be and which are put off or delayed for a future period."

## International

### IPSASB Issues Exposure Draft on Financial Statement Discussion and Analysis

**Affects:** Public-sector entities other than government business enterprises.

**Summary:** On April 2, 2012, the IPSASB published an [ED](#), which proposes requirements for how public-sector entities should prepare and present discussion and analysis in their financial statements.

**Next Steps:** Comments on the ED are due by July 31, 2012.

**Other Resources:** For more information, see the [press release](#) on the IFAC's Web site. ●

## Regulatory and Compliance Developments

### COSO

#### COSO Releases Thoughts on Managing Risks of Cloud Computing\*

**Affects:** All entities.

**Summary:** On June 1, 2012, COSO released a [paper](#) that contains guidance on using the principles of COSO's *Enterprise Risk Management (ERM) — Integrated Framework* to assess and mitigate the risks arising from cloud computing.

**Other Resources:** For more information, see the [press release](#) on COSO's Web site. ●

#### COSO Announces Expected Release Date of Updated *Internal Control — Integrated Framework*

**Affects:** All entities.

**Summary:** On April 30, 2012, COSO announced that it expects to release its updated *Internal Control — Integrated Framework* (ICIF) during the first quarter of 2013. Initially, the framework was targeted for release in the fall of 2012; however, the proposed issuance date was pushed back to early 2013 because of the volume of comments received on the ED.

**Other Resources:** For more information, see the [press release](#) on COSO's Web site. In addition, the AICPA has published a [white paper](#) to help its members understand the ICIF. ●

### SEC

#### Chief Accountant James L. Kroeker to Leave SEC\*

**Affects:** Public entities.

**Summary:** On June 20, 2012, the SEC announced that Chief Accountant James L. Kroeker will leave the SEC in July to enter the private sector. Mr. Kroeker came to the SEC in 2007 as deputy chief accountant and has been the agency's chief accountant since January 2009. He guided the SEC's efforts in its consideration of convergence between U.S. GAAP and IFRSs.

**Other Resources:** For more information, see the [press release](#) on SEC's Web site. ●

#### SEC Posts Draft of EDGAR Filer Manual for Upcoming EDGAR Release\*

**Affects:** Public entities.

**Summary:** In early June 2012, the SEC posted to its Web site a [draft](#) of *EDGAR Filer Manual — Volume II* for upcoming EDGAR Release 12.1. The new release will introduce several changes, including the following:

- The EDGAR system will no longer support the 2009 U.S. GAAP XBRL taxonomy. Interactive data files that use this taxonomy will not be accepted by the system. Calendar-year-end filers should consider this change when preparing their second-quarter Form 10-Q filings.
- The EDGAR system will support confidential draft registration statement submissions made by EGCs and FPIs that are eligible under the JOBS Act or the Division of Corporation Finance's policies.

Other changes, including a complete listing of other taxonomies that will no longer be supported by EDGAR, are described in the [summary](#) on the SEC's Web site.

**Next Steps:** This draft has not been approved by the Commission and is subject to change. Once approved, the final version of the EDGAR Filer Manual will be posted on the SEC's Web site. ●

## **JOBES Act Signed Into Law to Ease Access to Investment Capital\***

**Affects:** Public entities.

**Summary:** On April 5, 2012, President Obama signed into law the JOBS Act. The primary objective of the Act is to "increase American job creation and economic growth by improving access to the public capital markets for emerging growth companies." The JOBS Act addresses "crowdfunding" transactions and shareholder limits and, specifically for EGCs, would change such items as financial statement and selected financial data requirements, attestation requirements for internal control over financial reporting, and the period in which new and revised accounting standards are adopted.

Title I of the JOBS Act changes the Securities Act of 1933 to allow an EGC to provide a confidential-draft initial public offering registration statement to the SEC staff for review before its public filing (i.e., the SEC is prohibited from disclosing the information being reviewed).

As a result, the SEC staff announced on May 11, 2012, that it has implemented a secure e-mail system that allows EGCs and eligible FPIs to submit a draft registration statement to the SEC staff. The staff can then provide these entities with confidential review comments. This announcement replaces the staff's April 5, 2012, [announcement](#). Detailed instructions for the submission process are available on the SEC's Web site.

Further, on May 3, 2012, the SEC staff posted to its Web site additional [FAQs](#) about the JOBS Act. Many of the FAQs address implementation of the JOBS Act's provisions by EGCs. Topics discussed include the following:

- Determining whether an issuer qualifies for EGC status.
- Understanding how certain provisions of the JOBS Act interact with existing SEC rules and regulations related to smaller reporting companies, issuers of asset-backed securities, and FPIs.

Applying certain of the financial reporting and disclosure accommodations available to EGCs (e.g., deferral of the adoption of new and revised accounting standards).

**Other Resources:** Deloitte's April 2, 2012 (updated May 8, 2012), [Heads Up](#). ●

## **SEC's Observations Regarding Disclosures of Smaller Financial Institutions**

**Affects:** Public entities.

**Summary:** On April 20, 2012, the SEC's Division of Corporation Finance issued [CF Disclosure Guidance: Topic No. 5](#), a summary of observations that the SEC staff has made regarding MD&A and accounting policy disclosures provided by smaller financial institutions. ●

## **SEC Sends Sample Letter to Financial Institutions About Prospectus Supplements and Structured Note Offerings**

**Affects:** Public entities.

**Summary:** On April 13, 2012, the Office of Capital Markets Trends in the SEC's Division of Corporation Finance sent a [sample letter](#) to certain financial institutions highlighting ways in which issuers can improve their disclosures about structured note offerings. Although the letter primarily addresses prospectus supplements, it also discusses certain topics applicable to filings under the Securities Exchange Act of 1934. Topics addressed in the sample letter include disclosures related to:

- Product names, pricing, and value.
- Use of proceeds and reasons for offerings.
- Plan of distribution.



- Liquidity and credit risk.
- Tax consequences.
- Exhibit filing requirements. ●

## SEC Updates Financial Reporting Manual

**Affects:** Public entities.

**Summary:** On April 13, 2012, the SEC's Division of Corporation Finance published an [update](#) to its Financial Reporting Manual (FRM). This new version contains updates made as of December 31, 2011. Noteworthy changes include:

- Updates to reflect the guidance in ASU 2011-12.
- Treatment of "related businesses" under the significance tests in Regulation S-X, Rule 3-05.
- Form 8-K reporting topics, including (1) pro forma requirements for dispositions representing discontinued operations and (2) non-GAAP measures.
- Scaled disclosures in a registration statement and Form 8-K.
- Interim financial statement requirements for FPIs.

**Other Resources:** For the changes and a brief description of each of them, see the FRM's [summary of changes](#). ●

## SEC Issues Report on Implementing Organizational Reform Recommendations

**Affects:** Public entities.

**Summary:** On March 30, 2012, the SEC issued a [staff report](#) on implementing its organizational reform recommendations. The document is the second in a series of four SEC reports to the U.S. Congress under Section 967(c) of the Dodd-Frank Wall Street Reform and Consumer Protection Act. ●

## International

### IFAC Proposes Best Practices for Effective Business Reporting Processes

**Affects:** All entities.

**Summary:** On May 22, 2012, IFAC published an [ED](#) on best practices for organizations to use in implementing effective business reporting processes.

**Next Steps:** Comments on the ED are due by August 23, 2012. ●

### IOSCO and CPSS Release Consultation Document on Disclosures by Financial Market Infrastructures

**Affects:** Financial market infrastructures (FMIs) that facilitate the clearing, settlement, and recording of financial transactions, including systemically important payment systems, central security depositories, securities settlement systems, central counterparties, and trade repositories.

**Summary:** On April 16, 2012, the IOSCO and CPSS issued a [joint consultation document](#) on public FMI disclosures. Comments on the consultation document were due by June 15, 2012.

**Other Resources:** For more information, see the press releases on the [SEC's](#) and [BIS's](#) Web sites. ●

## Appendix A: Significant Adoption Dates and Deadlines

The chart below indicates significant adoption dates and deadline dates for the FASB, EITF, AICPA, SEC, PCAOB, GASB, FASAB, and international standards. Content recently added or revised is highlighted in green.

FASB	Affects	Status
<b>Significant Adoption Dates</b>		
ASU 2011-12, <i>Deferral of the Effective Date for Amendments to the Presentation of Reclassifications of Items Out of Accumulated Other Comprehensive Income in Accounting Standards Update No. 2011-05</i> (issued December 23, 2011)	Entities that report items of other comprehensive income.	<p><i>Public entities</i> — Effective for fiscal years, and interim periods within those years, beginning after December 15, 2011.</p> <p><i>Nonpublic entities</i> — Effective for fiscal years ending after December 15, 2012, and interim and annual periods thereafter.</p> <p>For both public and nonpublic entities, early adoption is permitted and transition disclosures are not required. In addition, the ASU must be applied retrospectively to all periods presented.</p>
ASU 2011-11, <i>Disclosures About Offsetting Assets and Liabilities</i> (issued December 16, 2011)	Entities that have financial instruments and derivative instruments that are either (1) offset in accordance with either ASC 210-20-45 or ASC 815-10-45 or (2) subject to an enforceable master netting arrangement or similar agreement.	An entity is required to apply the amendments for annual reporting periods beginning on or after January 1, 2013, and interim periods within those annual periods. An entity should provide the disclosures required by those amendments retrospectively for all comparative periods presented.
ASU 2011-10, <i>Derecognition of in Substance Real Estate — a Scope Clarification</i> — a consensus of the FASB Emerging Issues Task Force (issued December 14, 2011)	Entities that cease to have a controlling financial interest (as described in ASC 810-10) in a subsidiary that is in-substance real estate as a result of default on the subsidiary's nonrecourse debt.	<p><i>Public entities</i> — Effective for fiscal years, and interim periods within those years, beginning on or after June 15, 2012.</p> <p><i>Nonpublic entities</i> — Effective for fiscal years ending after December 15, 2013, and interim and annual periods thereafter. Early adoption is permitted.</p>
ASU 2011-09, <i>Disclosures About an Employer's Participation in a Multiemployer Plan</i> (issued September 21, 2011)	Nongovernmental reporting entities that participate in multiemployer plans. While the majority of the amendments in this ASU apply only to multiemployer pension plans, there also are amendments that require changes in disclosures for multiemployer plans that provide postretirement benefits other than pensions as defined in the Master Glossary of the <i>FASB Accounting Standards Codification</i> .	<p><i>Public entities</i> — Effective for annual periods for fiscal years ending after December 15, 2011, with early adoption permitted.</p> <p><i>Nonpublic entities</i> — Effective for annual periods for fiscal years ending after December 15, 2012, with early adoption permitted. The amendments should be applied retrospectively for all prior periods presented.</p>
ASU 2011-08, <i>Testing Goodwill for Impairment</i> (issued September 15, 2011)	Entities, both public and nonpublic, that have goodwill reported in their financial statements.	Effective for annual and interim goodwill impairment tests performed for fiscal years beginning after December 15, 2011. Early adoption is permitted, including for annual and interim goodwill impairment tests performed as of a date before September 15, 2011, if an entity's financial statements for the most recent annual or interim period have not yet been issued or, for nonpublic entities, have not yet been made available for issuance.
ASU 2011-07, <i>Presentation and Disclosure of Patient Service Revenue, Provision for Bad Debts, and the Allowance for Doubtful Accounts for Certain Health Care Entities</i> — a consensus of the FASB Emerging Issues Task Force (issued July 25, 2011)	Health care organizations.	<p><i>Public entities</i> — Effective for fiscal years, and interim periods within those fiscal years, beginning after December 15, 2011, with early adoption permitted.</p> <p><i>Nonpublic entities</i> — Effective for the first annual period ending after December 15, 2012, and interim and annual periods thereafter, with early adoption permitted. The amendments to the presentation of the provision for bad debts related to patient service revenue in the statement of operations should be applied retrospectively to all prior periods presented. The disclosures required by this ASU should be provided for the period of adoption and subsequent reporting periods.</p>

ASU 2011-06, <i>Fees Paid to the Federal Government by Health Insurers</i> — a consensus of the FASB Emerging Issues Task Force (issued July 21, 2011)	Reporting entities that are subject to the fee imposed on health insurers mandated by the Patient Protection and Affordable Care Act, as amended by the Health Care and Education Reconciliation Act.	Effective for calendar years beginning after December 31, 2013, when the fee initially becomes effective.
ASU 2011-05, <i>Presentation of Comprehensive Income</i> (issued June 16, 2011)	Entities that report items of other comprehensive income.	<p>Amendments made by ASU 2011-05 to ASC 220-10-45-17 and 45-18, ASC 220-10-55-7 and 55-8, ASC 220-10-55-9, and ASC 220-10-55-18 are amended by ASU 2011-12.</p> <p><i>Public entities</i> — Effective for fiscal years, and interim periods within those years, beginning after December 15, 2011.</p> <p><i>Nonpublic entities</i> — Effective for fiscal years ending after December 15, 2012, and interim and annual periods thereafter.</p> <p>For both public and nonpublic entities, early adoption is permitted and transition disclosures are not required. In addition, the ASU must be applied retrospectively to all periods presented.</p>
ASU 2011-04, <i>Amendments to Achieve Common Fair Value Measurement and Disclosure Requirements in U.S. GAAP and IFRSs</i> (issued May 12, 2011)	All entities.	<p><i>Public entities</i> — Effective prospectively for interim and annual periods beginning after December 15, 2011. Early adoption is not permitted.</p> <p><i>Nonpublic entities</i> — Effective prospectively for annual periods beginning after December 15, 2011. Early adoption is permitted, but no earlier than for interim periods beginning after December 15, 2011.</p>
ASU 2011-03, <i>Reconsideration of Effective Control for Repurchase Agreements</i> (issued April 29, 2011)	All entities.	Effective for the first interim or annual period beginning on or after December 15, 2011. The guidance should be applied prospectively to transactions or modifications of existing transactions that occur on or after the effective date. Early adoption is not permitted.
ASU 2011-02, <i>A Creditor's Determination of Whether a Restructuring Is a Troubled Debt Restructuring</i> (issued April 5, 2011)	All entities.	<p><i>Public entities</i> — For troubled debt restructuring identification and disclosure purposes, the guidance is effective for the first interim or annual period beginning on or after June 15, 2011, and must be applied retrospectively to modifications occurring at or after the beginning of the annual period of adoption.</p> <p><i>Nonpublic entities</i> — Effective for annual periods ending on or after December 15, 2012, including interim periods within those annual periods. Early adoption is permitted for any interim period in the fiscal year of adoption; however, nonpublic entities that elect early adoption should apply the guidance retrospectively to modifications occurring at or after the beginning of the annual period of adoption.</p>
ASU 2010-28, <i>When to Perform Step 2 of the Goodwill Impairment Test for Reporting Units With Zero or Negative Carrying Amounts</i> (issued December 17, 2010)	Entities that evaluate goodwill for impairment under ASC 350-20.	<p><i>Public entities</i> — Effective for impairment tests performed during entities' fiscal years (and interim periods within those years) that begin after December 15, 2010. Early adoption is not permitted.</p> <p><i>Nonpublic entities</i> — Effective for impairment tests performed during entities' fiscal years (and interim periods within those years) that begin after December 15, 2011. Early adoption for nonpublic entities is permitted; nonpublic entities that elect early adoption will use the same effective date as that for public entities.</p>
ASU 2010-26, <i>Accounting for Costs Associated With Acquiring or Renewing Insurance Contracts</i> — a consensus of the FASB Emerging Issues Task Force (issued October 13, 2010)	Insurance entities that are within the scope of ASC 944.	Effective for financial statements for periods beginning on December 15, 2011, and should be applied prospectively upon adoption. Retrospective application to all prior periods presented upon the date of adoption also is permitted, but not required. Early adoption is permitted, but only at the beginning of an entity's annual reporting period.

ASU 2010-20, <i>Disclosures About the Credit Quality of Financing Receivables and the Allowance for Credit Losses</i> (issued July 21, 2010)	All entities.	<p><i>Public entities</i> — The disclosures as of the end of a reporting period are effective for interim and annual reporting periods ending on or after December 15, 2010. The disclosures about activity that occurs during a reporting period are effective for interim and annual reporting periods beginning on or after December 15, 2010.</p> <p><i>Nonpublic entities</i> — The disclosures are effective for annual reporting periods ending on or after December 15, 2011. An entity must provide previously deferred (see ASU 2011-01) disclosures for troubled debt restructurings required by ASU 2010-20 in the first interim or annual period beginning after June 15, 2011.</p>
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### Projects in Request-for-Comment Stage

Proposed ASU, <i>Not-for-Profit Entities: Classification of the Sale of Donated Securities in the Statement of Cash Flows</i> — a consensus of the FASB Emerging Issues Task Force (issued April 17, 2012)	Not-for-profit entities.	Comments due July 16, 2012.
Proposed ASU, <i>Subsequent Accounting for an Indemnification Asset Recognized at the Acquisition Date as a Result of a Government-Assisted Acquisition of a Financial Institution</i> — a consensus of the FASB Emerging Issues Task Force (issued April 17, 2012)	Entities that recognize indemnification assets as a result of a government-assisted acquisition of a financial institution.	Comments due July 16, 2012.
Proposed ASU, <i>Accounting for Fair Value Information That Arises After the Measurement Date and Its Inclusion in the Impairment Analysis of Unamortized Film Costs</i> — a consensus of the FASB Emerging Issues Task Force (issued April 17, 2012)	Entities that test unamortized film costs for impairment under ASC 926.	Comments due July 16, 2012.
Proposed ASU, <i>Disclosures About Liquidity Risk and Interest Rate Risk</i> (issued June 27, 2012)	All entities.	Comments due September 25, 2012.
Proposed ASU, <i>The Liquidation Basis of Accounting</i> (issued July 2, 2012)	All entities.	Comments due October 1, 2012.

AICPA	Affects	Status
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### Significant Adoption Dates

SAS 126, <i>The Auditor's Consideration of an Entity's Ability to Continue as a Going Concern</i> (Redrafted) (issued July 2012)	Auditors.	Effective for audits of financial statements for periods ending on or after December 15, 2012.
SAS 125, <i>Alert That Restricts the Use of the Auditor's Written Communication</i> (issued December 2011)	Auditors.	Effective for the auditor's written communications related to audits of financial statements for periods ending on or after December 15, 2012. For all other engagements conducted in accordance with GAAS, effective for the auditor's written communications issued on or after December 15, 2012.
SAS 124, <i>Financial Statements Prepared in Accordance With a Financial Reporting Framework Generally Accepted in Another Country</i> (issued October 2011)	Auditors.	Effective for audits of financial statements for periods ending on or after December 15, 2012.
SAS 123, <i>Omnibus Statement on Auditing Standards — 2011</i> (issued October 2011)	Auditors.	Effective for audits of financial statements for periods ending on or after December 15, 2012.
SAS 122, <i>Statements on Auditing Standards: Clarification and Recodification</i> (issued October 2011)	Auditors.	Effective for audits of financial statements for periods ending on or after December 15, 2012.
SAS 121, <i>Revised Applicability of Statement on Auditing Standards No. 100, Interim Financial Information</i> (issued February 2011)	Auditors.	Effective for interim reviews of interim financial information for periods beginning after December 15, 2011. Early application is permitted.
SSARS 20, <i>Revised Applicability of Statements on Standards for Accounting and Review Services</i> (issued February 2011)	Auditors.	Effective for reviews of financial statements for periods beginning after December 15, 2011. Early application is permitted.

SSAE 16, <i>Reporting on Controls at a Service Organization</i> (issued April 2010)	Service auditors.	Effective for service auditors' reports for periods ending on or after June 15, 2011. Early application is permitted.
SQCS 8, <i>A Firm's System of Quality Control</i> (Redrafted) (issued November 2010)	Auditors.	Effective for audits of financial statements for periods ending on or after January 1, 2012.
SEC	Affects	Status
<b>Significant Adoption Dates</b>		
Final Rule, <i>Process for Submissions for Review of Security-Based Swaps for Mandatory Clearing and Notice Filing Requirements for Clearing Agencies; Technical Amendments to Rule 19b-4 and Form 19b-4 Applicable to All Self-Regulatory Organizations</i> (34-67286) (issued June 28, 2012)	SEC registrants.	Effective 30 days after publication in the <i>Federal Register</i> .
Final Rule, <i>Listing Standards for Compensation Committees</i> (33-9330) (issued June 20, 2012)	SEC registrants.	Effective July 27, 2012.
Final Rule, <i>Political Contributions by Certain Investment Advisers: Ban on Third-Party Solicitation; Extension of Compliance Date</i> (IA-3418) (issued June 8, 2012)	SEC registrants.	Effective June 11, 2012.
Final Rule, <i>Technical Amendment to Rule 206(4)-5: Political Contributions by Certain Investment Advisers</i> (IA-3403) (issued May 9, 2012)	SEC registrants.	Effective May 15, 2012.
Final Rule, <i>Further Definition of "Swap Dealer," "Security-Based Swap Dealer," "Major Swap Participant," "Major Security-Based Swap Participant," and "Eligible Contract Participant"</i> (34-66868) (issued April 27, 2012)	SEC registrants.	Effective July 23, 2012.
Final Rule, <i>Exemptions for Security-Based Swaps Issued by Certain Clearing Agencies</i> (33-9308) (issued March 30, 2012)	SEC registrants.	Effective April 16, 2012.
Final Rule, <i>Adoption of Updated EDGAR Filer Manual</i> (33-9303) (issued March 26, 2012)	SEC registrants.	Effective March 30, 2012.
Final Rule, <i>Net Worth Standard for Accredited Investors</i> (33-9287A) (issued March 23, 2012)	SEC registrants.	Effective March 28, 2012.
Final Rule, <i>Rules of Organization; Conduct and Ethics; and Information and Requests</i> (34-66502) (issued March 7, 2012)	SEC registrants.	Effective March 7, 2012.
Final Rule, <i>Investment Adviser Performance Compensation</i> (IA-3372) (issued February 15, 2012)	SEC registrants.	Effective May 22, 2012.
Final Rule, <i>Reporting Line for the Commission's Inspector General</i> (34-66355) (issued February 8, 2012)	SEC registrants.	Effective February 14, 2012.
Final Rule, <i>Covered Securities of BATS Exchange, Inc.</i> (33-9295) (issued January 20, 2012)	Securities listed, or authorized for listing, on BATS Exchange, Inc.	Effective February 24, 2012.
Final Rule, <i>Net Worth Standard for Accredited Investors</i> (33-9287) (issued December 21, 2011)	SEC registrants.	Effective February 27, 2012.
Final Rule, <i>Mine Safety Disclosure</i> (33-9286) (issued December 21, 2011)	SEC registrants.	Effective January 21, 2012.
Final Rule, <i>Adoption of Updated EDGAR Filer Manual</i> (33-9281) (issued November 22, 2011)	SEC registrants.	Effective November 29, 2011.
Final Rule, <i>Reporting Line for the Commission's Ethics Counsel</i> (34-65742) (issued November 14, 2011)	SEC registrants.	Effective November 18, 2011.
Final Rule, <i>Rescission of Outdated Rules and Forms, and Amendments to Correct References</i> (33-9273) (issued November 4, 2011)	SEC registrants.	Effective November 21, 2011.



Final Rule, <i>Reporting by Investment Advisers to Private Funds and Certain Commodity Pool Operators and Commodity Trading Advisors on Form PF</i> (IA-3308) (issued October 31, 2011)	Certain registered investment advisers.	Effective March 31, 2012.
Final Rule, <i>Technical Amendment to Delegation of Authority to the Director of the Division of Trading and Markets</i> (34-65628) (issued October 26, 2011)	SEC registrants.	Effective November 2, 2011.
Final Rule, <i>Consolidation of the Office of the Executive Director With the Office of the Chief Operating Officer</i> (34-65385) (issued September 23, 2011)	SEC registrants.	Effective September 29, 2011.
Final Rule, <i>Facilitating Shareholder Director Nominations</i> (33-9259) (issued September 15, 2011)	SEC registrants.	Effective September 20, 2011.
Final Rule, <i>Privacy Act of 1974: Implementation and Amendment of Exemptions</i> (PA-47) (issued September 12, 2011)	SEC registrants.	Effective October 17, 2011.
Final Rule, <i>Amendments to Include New Applicant Types on Form ID</i> (33-9256) (issued September 1, 2011)	SEC registrants.	Effective September 9, 2011.
Final Rule, <i>Disclosure for Asset-Backed Securities Required by Section 943 of the Dodd-Frank Wall Street Reform and Consumer Protection Act</i> (33-9175A) (issued August 25, 2011)	SEC registrants.	Effective September 1, 2011.
Final Rule, <i>Suspension of the Duty to File Reports for Classes of Asset-Backed Securities Under Section 15(d) of the Securities Exchange Act of 1934</i> (34-65148) (issued August 17, 2011)	SEC registrants with certain ABS investments.	Effective September 22, 2011.
Final Rule, <i>Technical Amendments to Commission Rules and Forms Related to the FASB's Accounting Standards Codification</i> (33-9250) (issued August 8, 2011)	SEC registrants.	Effective August 12, 2011.
Final Rule, <i>Adoption of Updated EDGAR Filer Manual</i> (33-9246) (issued August 1, 2011)	SEC registrants.	Effective August 5, 2011.
Final Rule, <i>Large Trader Reporting</i> (34-64976) (issued July 27, 2011)	SEC registrants.	Effective October 3, 2011.
Final Rule, <i>Security Ratings</i> (33-9245) (issued July 27, 2011)	SEC registrants.	Effective September 2, 2011, except for certain amendments that will become effective on December 31, 2012.
Final Rule, <i>Delegation of Authority to the Director of Its Division of Enforcement</i> (34-64778) (issued June 30, 2011)	SEC registrants.	Effective July 7, 2011.
Final Rule, <i>Risk Management Controls for Brokers or Dealers With Market Access</i> (34-64748) (issued June 27, 2011)	SEC registrants.	Effective June 30, 2011. The effective date for Rule 15c3-5 remains January 14, 2011. The compliance date is extended to November 30, 2011, for the requirements of Rule 15c3-5 for fixed-income securities, and the requirements of Rule 15c3-5(c)(1)(i) for all securities. The compliance date remains July 14, 2011, for all provisions of Rule 15c3-5 not subject to the limited extension.
Final Rule, <i>Exemptions for Advisers to Venture Capital Funds, Private Fund Advisers With Less Than \$150 Million in Assets Under Management, and Foreign Private Advisers</i> (IA-3222) (issued June 22, 2011)	Entities subject to regulation under the Investment Advisers Act of 1940.	Effective July 21, 2011.
Final Rule, <i>Rules Implementing Amendments to the Investment Advisers Act of 1940</i> (IA-3221) (issued June 22, 2011)	Entities subject to regulation under the Investment Advisers Act of 1940.	Effective July 21, 2011, for rules regarding exemptions for venture capital fund and certain private fund advisers. All other rules effective September 19, 2011.

Final Rule, <i>Family Offices</i> (IA-3220) (issued June 22, 2011)	Entities subject to regulation under the Investment Advisers Act of 1940.	Effective August 29, 2011.
Final Rule, <i>Beneficial Ownership Reporting Requirements and Security-Based Swaps</i> (34-64628) (issued June 8, 2011)	SEC registrants.	Effective July 16, 2011.
Final Rule, <i>Implementation of the Whistleblower Provisions of Section 21F of the Securities Exchange Act of 1934</i> (34-64545) (issued May 25, 2011)	SEC registrants.	Effective August 12, 2011.
Final Rule, <i>Temporary Rule Regarding Principal Trades With Certain Advisory Clients</i> (IA-3128) (issued December 28, 2010)	Investment advisers registered with the SEC as broker-dealers to meet the requirements of Section 206(3) of the Investment Advisers Act when they act in a principal capacity in transactions with certain of their advisory clients.	Effective December 30, 2010. Expiration date for 17 CFR 275.206(3)-3T is extended to December 31, 2012.
Interim Final Temporary Rule, <i>Extension of Temporary Registration of Municipal Advisors</i> (34-66020) (issued December 21, 2011)	Municipal advisors.	Effective December 31, 2011. This rule will extend the date on which temporary registrations filed in accordance with Rule 15Ba2-6T will expire from December 31, 2011, to September 30, 2012.
Interim Final Temporary Rule, <i>Retail Foreign Exchange Transactions</i> (34-64874) (issued July 13, 2011)	Broker-dealers registered with the SEC.	Comments due 60 days after publication in the <i>Federal Register</i> . Effective July 15, 2011.
Interim Final Temporary Rule, <i>Amendment to Rule Filing Requirements for Dually-Registered Clearing Agencies</i> (34-64832) (issued July 11, 2011)	Clearing agencies registered with the SEC.	Effective July 15, 2011.
Interim Final Temporary Rule, <i>Extension of Temporary Exemptions for Eligible Credit Default Swaps to Facilitate Operation of Central Counterparties to Clear and Settle Credit Default Swaps</i> (33-9232) (issued July 1, 2011)	SEC registrants.	Effective July 8, 2011.
Interim Final Temporary Rule, <i>Exemptions for Security-Based Swaps</i> (33-9231) (issued July 1, 2011)	Entities participating in security-based swap transactions.	Effective July 11, 2011.
Other Release, <i>Order Approving Adjustment for Inflation of the Dollar Amount Tests in Rule 205-3 Under the Investment Advisers Act of 1940</i> (IA-3236) (issued July 12, 2011)	Entities subject to regulation under the Investment Advisers Act of 1940.	Effective September 19, 2011.
<b>GASB/GAO</b>	<b>Affects</b>	<b>Status</b>
<b>Significant Adoption Dates</b>		
Statement 66, <i>Technical Corrections</i> — 2012 — an Amendment of GASB Statements No. 10 and No. 62 (issued April 2, 2012)	Governmental entities.	Effective for financial statement periods beginning after December 15, 2012. Early application is encouraged.
Statement 65, <i>Items Previously Reported as Assets and Liabilities</i> (issued April 2, 2012)	Governmental entities.	Effective for financial statement periods beginning after December 15, 2012. Early application is encouraged.
Statement 63, <i>Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position</i> (issued June 2011)	Governmental entities.	Effective for financial statement periods beginning after December 15, 2011. Early application is encouraged.
Statement 62, <i>Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements</i> (issued December 2010)	Governmental entities.	Effective for financial statements for periods beginning after December 15, 2011. Early application is encouraged. The provisions of this Statement generally must be applied retroactively for all periods presented.
Statement 61, <i>The Financial Reporting Entity: Omnibus</i> — an amendment of GASB Statements No. 14 and No. 34 (issued November 2010)	Governmental entities.	Effective for financial statements for periods beginning after June 15, 2012. Early application is encouraged.
Statement 60, <i>Accounting and Financial Reporting for Service Concession Arrangements</i> (issued December 16, 2010)	Governmental entities.	Effective for periods beginning after December 15, 2011; retrospective application is required for all prior periods presented.



## Project in Request-for-Comment Stage

GASB Exposure Draft, <i>Accounting and Financial Reporting for Nonexchange Financial Guarantee Transactions</i>	Governmental entities.	Comments due September 28, 2012.
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FASAB	Affects	Status
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## Significant Adoption Dates

Statement 43, <i>Funds From Dedicated Collections: Amending Statement of Federal Financial Accounting Standards 27, Identifying and Reporting Earmarked Funds</i> (issued June 1, 2012)	U.S. federal government entities.	Effective for periods beginning after September 30, 2012. Early application is not permitted.
Statement 42, <i>Deferred Maintenance and Repairs — Amending Statements of Federal Financial Accounting Standards 6, 14, 19, and 32</i> (issued April 25, 2012)	U.S. federal government entities.	Effective for periods beginning after September 30, 2014. Early application is encouraged.
Statement 41, <i>Deferral of the Effective Date of SFFAS 38, Accounting for Federal Oil and Gas Resources</i> (issued July 6, 2011)	U.S. federal government entities.	Effective for periods beginning after September 30, 2012. Early application is encouraged.
Statement 40, <i>Definitional Changes Related to Deferred Maintenance and Repairs</i> (issued May 11, 2011)	U.S. federal government entities.	Effective for periods beginning after September 30, 2011. Early application is encouraged.
Statement 38, <i>Accounting for Federal Oil and Gas Resources</i> (issued April 13, 2010)	U.S. federal government entities.	Effective for periods beginning after September 30, 2011. Early application is encouraged.
Statement 36, <i>Reporting Comprehensive Long-Term Fiscal Projections for the U.S. Government</i> (issued September 28, 2009)	U.S. federal government entities.	This Statement provides for a phased-in implementation, but early implementation is encouraged. All information will be reported as required supplementary information for the first three years of implementation (fiscal years 2010, 2011, and 2012). Beginning in fiscal year 2013, the required information will be presented as a basic financial statement, disclosures, and required supplementary information as designated within the standard.
Concepts Statement 7, <i>Measurement of the Elements of Accrual-Basis Financial Statements in Periods After Initial Recording</i> (issued August 16, 2011)	U.S. federal government entities.	Effective upon issuance (August 16, 2011).
Technical Bulletin 2011-1, <i>Accounting for Federal Natural Resources Other Than Oil and Gas</i> (issued July 6, 2011)	U.S. federal government entities.	Effective for periods beginning after September 30, 2013. Early application is encouraged.

IASB/IFRIC	Affects	Status
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## Significant Adoption Dates

<i>Consolidated Financial Statements, Joint Arrangements and Disclosure of Interests in Other Entities: Transition Guidance — Amendments to IFRS 10, IFRS 11 and IFRS 12</i> (issued June 28, 2012)	Entities reporting under IFRSs.	Effective for annual periods beginning on or after January 1, 2013.
<i>Annual Improvements to IFRSs: 2009–2011 Cycle</i> (issued May 17, 2012)	Entities reporting under IFRSs.	Effective for annual periods beginning on or after January 1, 2013. Early application is permitted.
IFRS for SMEs Q&A 2012/04, <i>Recycling of Cumulative Exchange Differences on Disposal of a Subsidiary</i> (issued April 27, 2012)	SMEs reporting under IFRSs.	Effective upon issuance (April 27, 2012).
IFRS for SMEs Q&A 2012/03, <i>Fallback to IFRS 9 Financial Instruments</i> (issued April 27, 2012)	SMEs reporting under IFRSs.	Effective upon issuance (April 27, 2012).
IFRS for SMEs Q&A 2012/02, <i>Jurisdiction Requires Fallback to Full IFRSs</i> (issued April 10, 2012)	SMEs reporting under IFRSs.	Effective upon issuance (April 10, 2012).
IFRS for SMEs Q&A 2012/01, <i>Application of “Undue Cost or Effort”</i> (issued April 10, 2012)	SMEs reporting under IFRSs.	Effective upon issuance (April 10, 2012).
<i>Government Loans — Amendments to IFRS 1</i> (issued March 13, 2012)	Entities reporting under IFRSs.	Effective for annual periods beginning on or after January 1, 2013. Early application is permitted.

IFRS for SMEs Q&A 2011/03, <i>Interpretation of "Traded in a Public Market" in Applying the IFRS for SMEs</i> (issued December 2011)	SMEs reporting under IFRSs.	Effective upon issuance (December 7, 2011).
IFRS for SMEs Q&A 2011/02, <i>Entities That Typically Have Public Accountability</i> (issued December 2011)	SMEs reporting under IFRSs.	Effective upon issuance (December 7, 2011).
<i>Offsetting Financial Assets and Financial Liabilities</i> — Amendments to IAS 32 (issued December 16, 2011)	Entities reporting under IFRSs.	Effective for annual periods beginning on or after January 1, 2014. An entity must apply the amendments retrospectively. Early application is permitted.
<i>Disclosures — Offsetting Financial Assets and Financial Liabilities</i> — Amendments to IFRS 7 (issued December 16, 2011)	Entities reporting under IFRSs.	Effective for annual periods beginning on or after January 1, 2013, and interim periods within those annual periods. An entity must provide the disclosures required by the amendments retrospectively.
<i>Mandatory Effective Date and Transition Disclosures</i> — Amendments to IFRS 9 and IFRS 7 (issued December 16, 2011)	Entities reporting under IFRSs.	Amended the effective date of IFRS 9 (2009) and IFRS 9 (2010) so that IFRS 9 is required to be applied for annual periods beginning on or after January 1, 2015. Early application is permitted.
IFRIC Interpretation 20, <i>Stripping Costs in the Production Phase of a Surface Mine</i> (issued October 19, 2011)	Entities reporting under IFRSs.	Effective for annual periods beginning on or after January 1, 2013, with early adoption permitted.
<i>Presentation of Items of Other Comprehensive Income</i> — Amendments to IAS 1 (issued June 16, 2011)	Entities reporting under IFRSs.	Effective for annual periods beginning on or after July 1, 2012. Early application is permitted.
IAS 19, <i>Employee Benefits</i> (Revised 2011) (issued June 16, 2011)	Entities reporting under IFRSs.	Effective for annual periods beginning on or after January 1, 2013. Early application is permitted.
IAS 28, <i>Investments in Associates and Joint Ventures</i> (Revised 2011) (issued May 12, 2011)	Entities reporting under IFRSs.	Effective prospectively for annual periods beginning on or after January 1, 2013. Early application is permitted.
IAS 27, <i>Separate Financial Statements</i> (Revised 2011) (issued May 12, 2011)	Entities reporting under IFRSs.	Effective prospectively for annual periods beginning on or after January 1, 2013. Early application is permitted.
IFRS 13, <i>Fair Value Measurement</i> (issued May 12, 2011)	Entities reporting under IFRSs.	Effective prospectively for annual periods beginning on or after January 1, 2013. Early application is permitted. The disclosure requirements do not need to be applied to comparative information provided for periods before initial application of this IFRS.
IFRS 12, <i>Disclosure of Interests in Other Entities</i> (issued May 12, 2011)	Entities reporting under IFRSs.	Effective prospectively for annual periods beginning on or after January 1, 2013. Early application is permitted.
IFRS 11, <i>Joint Arrangements</i> (issued May 12, 2011)	Entities reporting under IFRSs.	Effective prospectively for annual periods beginning on or after January 1, 2013. Early application is permitted.
IFRS 10, <i>Consolidated Financial Statements</i> (issued May 12, 2011)	Entities reporting under IFRSs.	Effective prospectively for annual periods beginning on or after January 1, 2013. Early application is permitted.
<i>Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters</i> — Amendments to IFRS 1 (issued December 20, 2010)	Entities reporting under IFRSs.	Effective for annual periods beginning on or after July 1, 2011. Early application is permitted.
<i>Deferred Tax: Recovery of Underlying Assets</i> — Amendments to IAS 12 (issued December 20, 2010)	Entities reporting under IFRSs.	Effective for annual periods beginning on or after January 1, 2012. Early application is permitted.
IFRS 9, <i>Financial Instruments</i> (issued October 28, 2010)	Entities reporting under IFRSs.	Effective for annual periods beginning on or after January 1, 2015. Early application is permitted.
<i>Disclosures — Transfers of Financial Assets</i> — Amendments to IFRS 7 (issued October 7, 2010)	Entities reporting under IFRSs.	Effective for annual periods beginning on or after July 1, 2011. Early application is permitted.
IFRS 9, <i>Financial Instruments</i> (issued November 9, 2009)	Entities reporting under IFRSs.	Effective for annual periods beginning on or after January 1, 2015. Early application is permitted.

Projects in Request-for-Comment Stage		
<i>Annual Improvements to IFRSs: 2010–2012 Cycle</i> (issued May 3, 2012)	Entities reporting under IFRSs.	Comments due September 5, 2012.
IFRS Foundation Invitation to Comment, <i>IASB and IFRS Interpretations Committee Due Process Handbook</i> (issued May 8, 2012)	Entities reporting under IFRSs.	Comments due September 5, 2012.
IFRIC Draft Interpretation DI/2012/1, <i>Levies Charged by Public Authorities on Entities That Operate in a Specific Market</i> (issued May 31, 2012)	Entities reporting under IFRSs.	Comments due September 5, 2012.
IFRIC Draft Interpretation DI/2012/2, <i>Put Options Written on Non-controlling Interests</i> (issued May 31, 2012)	Entities reporting under IFRSs.	Comments due October 1, 2012.
IASB Request for Information, <i>Comprehensive Review of the IFRS for SMEs</i>	Entities reporting under IFRSs.	Comments due November 30, 2012.

## Appendix B: AICPA Professional Literature Updates

This appendix contains a listing (in alphabetical order) of AICPA Guides and Audit Risk Alerts that have been released in the second quarter of 2012.

Publication	Date
<b>Audit and Accounting Guides</b>	
<i>Analytical Procedures</i> (AAG-ANP12)	Updated as of March 1, 2012.
<i>Assessing and Responding to Audit Risk in a Financial Statement Audit</i> (AAG-ARR12)	Updated as of March 1, 2012.
<i>Audit Sampling</i> (AAG-SAM12)	Updated as of March 1, 2012.
<i>Compilation and Review Engagements</i> (AAG-CRV)	Updated as of March 1, 2012.
<i>Construction Contractors</i> (AAG-CON)	Updated as of May 1, 2012.
<i>Government Auditing Standards and Circular A-133 Audits</i> (AAG-SLA)	Updated as of February 1, 2012.
<i>Investment Companies</i> (AAG-INV)	Updated as of May 1, 2012.
<i>Life and Health Insurance Entities</i> (AAG-LHI)	Updated as of May 1, 2012.
<i>Not-for-Profit Entities</i> (AAG-NPO)	Updated as of March 1, 2012.
<i>Reporting on Controls at a Service Organization Relevant to Security, Availability, Processing Integrity, Confidentiality, or Privacy</i> (AAG-SOP)	Updated as of March 1, 2012.
<i>State and Local Governments</i> (AAG-SLV)	Updated as of March 1, 2012.
<b>Audit Risk Alerts</b>	
<i>Employee Benefit Plans Industry Developments</i> (ARA-EBP)	April 2012.
<i>Government Auditing Standards and Circular A-133 Developments</i> (ARA-SGA)	June 2012.
<i>Not-for-Profit Entities Industry Developments</i> (ARA-NPO)	April 2012.
<i>State and Local Governmental Developments</i> (ARA-SLG)	June 2012.
<i>Understanding the Responsibilities of Auditors for Audits of Group Financial Statements</i> (ARA-GRP)	April 2012.

## Appendix C: Industry Publications

This appendix contains links to our *Industry Spotlight* series as well as other critical industry publications published by Deloitte over the **past year**. These documents provide industry perspectives on recent developments in accounting and financial reporting.

### Industry Spotlight Series

#### *Aerospace & Defense*

- [Issue 3, February 2012: Converged Revenue Recognition Model Nearly Ready for Liftoff.](#)
- [Issue 2, July 2011: Revenue Recognition Proposal to Be Reexposed.](#)
- [Issue 1, June 2011: New Lease Accounting Model Taking Shape . . . but When?](#)

#### *Asset Management Spotlight*

- [Issue 1, April 2012: Constituents Share Views on Three FASB Proposals.](#)

#### *Automotive*

- [Issue 1, February 2012: Accelerating Toward a New Revenue Recognition Model!](#)

#### *Banking & Securities*

- [Issue 2, July 2011: Changes to the SEC's and PCAOB's Reporting Requirements for Broker-Dealers and Their Auditors.](#)
- [Issue 1, June 2011: New Lease Accounting Model Taking Shape.](#)

#### *Consumer Products*

- [Issue 2, April 2012: How the Converged Revenue Recognition Model May Affect Sales Targets.](#)
- [Issue 1, September 2011: Lease Accounting Model to Be Reexposed.](#)

#### *Health Care Providers*

- [Issue 3, June 2012: Imminent Transition to ICD-10 Leads to Questions About Accounting for Incurred Costs.](#)
- [Issue 2, February 2012: Questions About Presentation of Insurance Claims and Related Insurance Recoveries Under ASU 2010-24.](#)
- [Issue 1, January 2012: ASU 2011-07 — What Do the Revenue Presentation and Disclosure Changes Mean?](#)

#### *Insurance*

- [Issue 4, April 2012: Intersection Ahead in the Revenue Recognition and Insurance Contracts Projects.](#)
- [Issue 3, November 2011: NAIC Approves SSAP No. 101, \*Income Taxes\*.](#)
- [Issue 2, November 2011: October Roundtable and Joint Meeting Highlights.](#)
- [Issue 1, September 2011: Insurance Contracts — A Look at the Current State of the Convergence Project.](#)

#### *Life Sciences*

- [Issue 4, March 2012: Effectively Treating the Impacts of the Converged Revenue Recognition Model.](#)
- [Issue 3, October 2011: Accounting for the Branded Prescription Drug Annual Fee.](#)
- [Issue 2, August 2011: Accounting for Emerging Market Activities.](#)
- [Issue 1, July 2011: Accounting Implications of Regulatory and Self-Reported Safety Concerns.](#)

#### *Media & Entertainment*

- [Issue 1, April 2012: Questions Remain Regarding the Converged Revenue Recognition Model's Red Carpet Appearance.](#)

### ***Process & Industrial Products***

- [Issue 1, March 2012: The Nuts and Bolts of the Converged Revenue Recognition Model.](#)

### ***Real Estate***

- [Issue 2, April 2012: Update on the FASB's Investment Property Entity and Investment Company Projects.](#)
- [Issue 1, September 2011: Accounting Changes Are Imminent for Lessors of Real Estate.](#)

### ***Retail & Distribution***

- [Issue 2, April 2012: How the Converged Revenue Recognition Model May Affect Sales Targets.](#)
- [Issue 1, June 2011: New Lease Accounting Model Taking Shape . . . but When?](#)

### ***Technology***

- [Issue 2, February 2012: A Few Bytes Away From Downloading the Converged Revenue Recognition Standard!](#)
- [Issue 1, October 2011: The Sunset of Software Accounting.](#)

### ***Telecommunications***

- [Issue 1, July 2011: Lease Accounting Model to Be Reexposed.](#)

### ***Travel, Hospitality & Leisure***

- [Issue 1, July 2011: Lease Accounting Model to Be Reexposed.](#)

## **Industry Accounting, Financial Reporting, and Tax Updates**

[Energy & Resources](#), issued January 2012.

[Financial Services](#), issued December 2011 in four separate volumes:

- [Asset Management.](#)
- [Banking & Securities.](#)
- [Insurance.](#)
- [Real Estate.](#)

[Life Sciences](#), issued March 2012.

## Appendix D: Glossary of Standards

FASB Accounting Standards Codification Topic 840, *Leases*

FASB Accounting Standards Codification Topic 825, *Financial Instruments*

FASB Accounting Standards Codification Subtopic 805-50, *Business Combinations: Related Issues*

FASB Accounting Standards Codification Topic 220, *Comprehensive Income*

FASB Accounting Standards Update No. 2011-12, *Deferral of the Effective Date for Amendments to the Presentation of Reclassifications of Items Out of Accumulated Other Comprehensive Income in Accounting Standards Update No. 2011-05*

FASB Accounting Standards Update No. 2011-05, *Presentation of Comprehensive Income*

FASB Accounting Standards Update No. 2011-02, *A Creditor's Determination of Whether a Restructuring Is a Troubled Debt Restructuring*

FASB Proposed Accounting Standards Update, *Testing Indefinite-Lived Intangible Assets for Impairment*

FASB Proposed Accounting Standards Update, *Disclosures About Liquidity Risk and Interest Rate Risk*

FASB Proposed Accounting Standards Update, *Principal Versus Agent Analysis*

FASB Proposed Accounting Standards Update, *Financial Services — Investment Companies (Topic 946): Amendments to the Scope, Measurement, and Disclosure Requirements*

FASB Proposed Accounting Standards Update, *Technical Corrections*

FASB Proposed Accounting Standards Update, *Accounting for Fair Value Information That Arises After the Measurement Date and Its Inclusion in the Impairment Analysis of Unamortized Film Costs* — a consensus of the FASB Emerging Issues Task Force

FASB Proposed Accounting Standards Update, *Subsequent Accounting for an Indemnification Asset Recognized at the Acquisition Date as a Result of a Government-Assisted Acquisition of a Financial Institution* — a consensus of the FASB Emerging Issues Task Force

FASB Proposed Accounting Standards Update, *Not-for-Profit Entities: Classification of the Sale of Donated Securities in the Statement of Cash Flows* — a consensus of the FASB Emerging Issues Task Force

FAF Final Report, *Establishment of the Private Company Council*

EITF Issue No. 12-F, "Recognition of New Accounting Basis (Pushdown) in Certain Circumstances"

EITF Issue No. 12-D, "Accounting for Joint and Several Liability for Which the Total Amount of the Obligation Is Fixed"

EITF Issue No. 12-B, "Not-for-Profit Entities: Contributed Services From an Affiliate"

EITF Issue No. 11-A, "Parent's Accounting for the Cumulative Translation Adjustment (CTA) Upon the Sale or Transfer of a Group of Assets Within a Consolidated Foreign Entity That Meets the Definition of a Business"

EITF Topic No. D-97, "Push-Down Accounting"

AICPA *Professional Standards*, AU-C Section 600, "Special Considerations — Audits of Group Financial Statements (Including the Work of Component Auditors)"

AICPA Audit and Accounting Guide, *Assessing and Responding to Audit Risk in a Financial Statement Audit*

AICPA Audit and Accounting Guide, *Not-for-Profit Entities*

AICPA Audit and Accounting Guide, *Government Auditing Standards and Circular A-133 Audits*

AICPA Audit and Accounting Guide, *Employee Benefit Plans*

AICPA Audit Risk Alert, *Employee Benefit Plans Industry Developments*

AICPA Audit Risk Alert, *Not-for-Profit Entities Industry Developments*

AICPA Audit Risk Alert, *Understanding the Responsibilities of Auditors for Audits of Group Financial Statements*

AICPA Proposed Statement on Standards for Accounting and Review Services, *Association With Unaudited Financial Statements*

AICPA Proposed Statement on Standards for Accounting and Review Services, *Compilation of Financial Statements*

AICPA Proposed Statement on Standards for Accounting and Review Services, *Compilation of Financial Statements — Special Considerations*



SEC Regulation S-X, Rule 3-05, "Financial Statements of Businesses Acquired or to Be Acquired"

SEC Staff Accounting Bulletin Topic 5.J, "New Basis of Accounting Required in Certain Circumstances"

SEC Proposed Rule Release No. 34-66910, *Amendments to Financial Responsibility Rules for Broker-Dealers*

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*

GASB Statement No. 67, *Financial Reporting for Pension Plans*

GASB Statement No. 66, *Technical Corrections — 2012*

GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*

GASB Proposed Statement, *Accounting and Financial Reporting for Nonexchange Financial Guarantee Transactions*

FASAB Statement No. 43, *Funds From Dedicated Collections: Amending Federal Financial Accounting Standards 27, Identifying and Reporting Earmarked Funds*

FASAB Statement No. 42, *Deferred Maintenance and Repairs — Amending Statements of Federal Financial Accounting Standards 6, 14, 29, and 32*

FASAB Statement No. 27, *Identifying and Reporting Earmarked Funds*

FASAB Statement No. 32, *Consolidated Financial Report of the United States Government Requirements: Implementing Statement of Federal Financial Accounting Concepts 4 "Intended Audience and Qualitative Characteristics for the Consolidated Financial Report of the United States Government"*

FASAB Statement No. 14, *Amendments to Deferred Maintenance Reporting Amending SFFAS 6, Accounting for Property, Plant and Equipment and SFFAS 8, Supplementary Stewardship Reporting*

FASAB Statement No. 6, *Accounting for Property, Plant, and Equipment*

COSO White Paper, *COSO 2012 — Updated, Principles-Based, and More Guidance*

COSO Paper, *Enterprise Risk Management for Cloud Computing*

COSO Exposure Draft, *Internal Control — Integrated Framework*

IFRS 12, *Disclosure of Interests in Other Entities*

IFRS 11, *Joint Arrangements*

IFRS 10, *Consolidated Financial Statements*

IFRS 9, *Financial Instruments*

IAS 17, *Leases*

IFRS Amendments, *Annual Improvements to IFRSs: 2009–2011 Cycle*

IASB Exposure Draft, *Investment Entities*

IASB Exposure Draft, *Annual Improvements to IFRSs: 2010–2012 Cycle*

IFRIC Draft Interpretation DI/2012/1, *Levies Charged by Public Authorities on Entities That Operate in a Specific Market*

IFRIC Draft Interpretation DI/2012/2, *Put Options Written on Non-controlling Interests*

IFRS Foundation Report, *Report on the Trustees' Review of Efficiency and Effectiveness of the IFRS Interpretations Committee*

IAASB International Standard on Assurance Engagements No. 3410, *Assurance Engagements on Greenhouse Gas Statements*

IAASB Invitation to Comment, *Improving the Auditor's Report*

IFAC Exposure Draft, *Eleven Principles for Effective Business Reporting Processes*

IPSASB Exposure Draft, *Financial Statement Discussion and Analysis*

IVSC Exposure Draft, *The Role of the Professional Valuer in the Audit Process*

CPSS-IOSCO Consultation Document, *Disclosure Framework for Financial Market Infrastructures*

## Appendix E: Abbreviations

<b>AICPA</b>	American Institute of Certified Public Accountants	<b>IFAC</b>	International Federation of Accountants
<b>AOCI</b>	accumulated other comprehensive income	<b>IFRIC</b>	International Financial Reporting Interpretations Committee
<b>ASC</b>	FASB Accounting Standards Codification	<b>IFRS</b>	International Financial Reporting Standard
<b>ASU</b>	FASB Accounting Standards Update	<b>IOSCO</b>	International Organization of Securities Commissions
<b>AU-C</b>	U.S. Clarified Auditing Standards	<b>IPO</b>	initial public offering
<b>BIS</b>	Bank for International Settlements	<b>IPSASB</b>	International Public Sector Accounting Standards Board
<b>CCRC</b>	continuing care retirement community	<b>ISAE</b>	International Standard on Assurance Engagements
<b>CFO</b>	chief financial officer	<b>IVSC</b>	International Valuation Standards Council
<b>CPE</b>	continuing professional education	<b>JOBS</b>	Jumpstart Our Business Startups Act
<b>CPSS</b>	Committee on Payment and Settlement Systems	<b>M&amp;A</b>	mergers and acquisitions
<b>DI</b>	draft interpretation	<b>MD&amp;A</b>	Management's Discussion and Analysis
<b>ED</b>	exposure draft	<b>NAIC</b>	National Association of Insurance Commissioners
<b>EDGAR</b>	Electronic Data Gathering, Analysis, and Retrieval	<b>NI</b>	net income
<b>EDT</b>	Eastern Daylight Time	<b>OCI</b>	other comprehensive income
<b>EGC</b>	emerging growth company	<b>OCC</b>	Office of the Comptroller of the Currency
<b>EITF</b>	Emerging Issues Task Force	<b>OMB</b>	Office of Management and Budget
<b>ERM</b>	enterprise risk management	<b>OPEB</b>	other postemployment benefits
<b>ESG</b>	environmental, social, and governance	<b>PCAOB</b>	Public Company Accounting Oversight Board
<b>FAF</b>	Financial Accounting Foundation	<b>PCC</b>	Private Company Council
<b>FAQs</b>	frequently asked questions	<b>Q&amp;As</b>	questions and answers
<b>FASAB</b>	Federal Accounting Standards Advisory Board	<b>SAB</b>	Staff Accounting Bulletin
<b>FASB</b>	Financial Accounting Standards Board	<b>SAG</b>	Standing Advisory Group
<b>FFIEC</b>	Federal Financial Institutions Examination Council	<b>SAS</b>	Statement on Auditing Standards
<b>FMI</b>	financial market infrastructures	<b>SEC</b>	Securities and Exchange Commission
<b>FPI</b>	foreign private issuer	<b>SFFAS</b>	Statement of Federal Financial Accounting Standards
<b>FRM</b>	SEC Financial Reporting Manual	<b>SMEIG</b>	SME Implementation Group
<b>FV-NI</b>	fair value through net income	<b>SMEs</b>	small and medium-sized entities
<b>FV-OCI</b>	fair value through other comprehensive income	<b>SQCS</b>	Statement on Quality Control Standards
<b>G20</b>	Group of Twenty	<b>SSAE</b>	Statement on Standards for Attestation Engagements
<b>GAAP</b>	generally accepted accounting principles	<b>SSAP</b>	Statement of Statutory Accounting Principles
<b>GAAS</b>	generally accepted auditing standards	<b>SSARS</b>	Statement on Standards for Accounting and Review Services
<b>GASB</b>	Governmental Accounting Standards Board	<b>TDR</b>	troubled debt restructuring
<b>IAASB</b>	International Auditing and Assurance Standards Board	<b>XBRL</b>	eXtensible Business Reporting Language
<b>IAS</b>	International Accounting Standard		
<b>IASB</b>	International Accounting Standards Board		
<b>ICIF</b>	Internal Control — Integrated Framework		
<b>IESBA</b>	International Ethics Standards Board for Accountants		

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Conclusions of the FASB, GASB, IASB, and IFRS Interpretations Committee are subject to change at future meetings and generally do not affect current accounting requirements until an official position (e.g., Accounting Standards Update or IFRS) is issued. Official positions are determined only after extensive deliberation and due process, including a formal vote.

Further information about the standard setters can be found on their respective Web sites as follows: [www.fasb.org](http://www.fasb.org) (FASB); [www.fasb.org/eitf/agenda.shtml](http://www.fasb.org/eitf/agenda.shtml) (EITF); [www.aicpa.org](http://www.aicpa.org) (AICPA); [www.sec.gov](http://www.sec.gov) (SEC); [www.pcaob.org](http://www.pcaob.org) (PCAOB); [www.fasab.gov](http://www.fasab.gov) (FASAB); [www.gasb.org](http://www.gasb.org) (GASB); and [www.ifrs.org](http://www.ifrs.org) — or on [www.iasplus.com/en](http://www.iasplus.com/en) (IASB and IFRS Interpretations Committee).

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