



Accounting Roundup

First Quarter in Review — 2013





To our clients, colleagues, and other friends:

Welcome to the quarterly edition of *Accounting Roundup*. During the first quarter of 2013, the FASB issued five ASUs, including two based on final consensus reached by the EITF. In addition, the FASB and IASB continued to make progress on their respective technical agendas. The boards have essentially completed their joint redeliberations on the proposed revenue standard and expect to issue a final standard in the second quarter of 2013.

In other news, the trustees of the IFRS Foundation announced the initial membership of the Accounting Standards Advisory Forum (ASAF), which consists of various members of the global accounting standard-setting community. The ASAF will serve as a technical advisory body to the IASB.

Note that in this quarterly edition, an asterisk in the article title denotes events that occurred in March or that were not addressed in the [January](#) or [February](#) issue 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: First Quarter in Review — 2013*. Take a moment to tell us what you think by sending us an e-mail at accountingstandards@deloitte.com.

Dbriefs for Financial Executives

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For more information, please see our complete *Dbriefs* [program guide](#) or click a link below for more information about any of these upcoming *Dbriefs* webcasts (all webcasts begin at 2:00 p.m. (EDT) unless otherwise noted):

- Wednesday, April 3: [Leases: A Comprehensive Update on the Joint Project](#).
- Thursday, April 11: [CFOs and Tax Transparency: The Expanding Role of Tax Technology](#).
- Tuesday, April 16: [Capital Efficiency in a Volatile Market: Stop Burning Capital](#).
- Wednesday, April 17, 3:00 p.m. (EDT): [The CFO's Role in Market Value Creation](#).
- Tuesday, May 7: [The Responsible Enterprise: At the Intersection of Commerce and Corporate Citizenship](#).
- Wednesday, May 15, 3:00 p.m. (EDT): [Save to Grow — The New Normal in Cost Reduction](#).
- Monday, May 20: [The COSO Framework on Internal Control: Prepare for the Changes](#).
- Thursday, May 23: [Outlook for Transactions and Business Events: Cautious Optimism or Ongoing Uncertainty?](#)
- Tuesday, June 4: [Sustainability Reporting: Is the Picture Getting Clearer?](#)
- Monday, June 17: [EITF Roundup: Highlights From the June Meeting](#).
- Wednesday, June 19, 3:00 p.m. (EDT): [CFO Careers: Path to the Top](#).
- Tuesday, June 25: [2013 Proxy Season Highlights and Other Corporate Governance Developments](#).
- Wednesday, June 26: [Consumer Financial Protection Bureau Rules and Enforcement: Are You Prepared?](#)
- Thursday, June 27: [Quarterly Accounting Roundup: An Update of Important Developments](#).

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Deloitte Publications

Publication	Title	Affects
March 2013 <i>EITF Snapshot</i>		All entities.
March 12, 2013, <i>Heads Up</i>	<i>IASB Issues Exposure Draft on Impairment of Financial Assets</i>	All entities.
March 2013 <i>Asset Management Spotlight</i>	<i>Complying With the New Balance Sheet Offsetting Disclosure Requirements</i>	Asset management entities.
March 5, 2013, <i>Heads Up</i>	<i>Boards Preparing to Issue Final Standard on Revenue Recognition</i>	All entities.
February 14, 2013, <i>Heads Up</i>	<i>FASB Issues Proposed ASU on Classifying and Measuring Financial Instruments</i>	All entities.
February 8, 2013, <i>Heads Up</i>	<i>FASB Clarifies the Applicability of a Fair Value Hierarchy Disclosure for Nonpublic Entities</i>	Nonpublic entities.
February 6, 2013, <i>Heads Up</i>	<i>FASB Finalizes New Disclosure Requirements for Reclassification Adjustments Out of AOCI</i>	Entities that report items of OCI.
February 5, 2013, <i>Heads Up</i>	<i>FASB Clarifies Scope of Offsetting Disclosure Requirements</i>	All entities.
<i>Accounting Roundup — Special Edition (January 2013)</i>	<i>Annual Update on Accounting for Income Taxes</i>	All entities.
January 2013 <i>EITF Snapshot</i>		All entities.
January 18, 2013, <i>Financial Reporting Alert</i>	<i>Accounting for the Business Income Tax Provisions in the American Taxpayer Relief Act of 2012</i>	All entities.
January 16, 2013, <i>Heads Up</i>	<i>FASB Proposes New Guidance on Repurchase Agreements</i>	All entities.
January 10, 2013, <i>Heads Up</i>	<i>FASB Proposes to Clarify the Applicability of a Fair Value Disclosure for Nonpublic Entities</i>	Nonpublic entities.
January 4, 2013, <i>Heads Up</i>	<i>SEC Approves PCAOB Auditing Standard on Communications With Audit Committees</i>	Public entities and their auditors.

Leadership Changes

FASB: On February 26, 2013, [Marc A. Siegel](#) was appointed as a FASB member for a second five-year term that begins on July 1, 2013. In addition, on March 11, 2013, [six new members](#), Frederick Cannon, Wallace Enman, Brian Foran, Jonathan Nus, Kevin W. Shea, and David Trainer, were appointed to the Investors Technical Advisory Committee and [Larry Probus](#) was appointed to the Not-for-Profit Advisory Committee.

EITF: On March 11, 2013, [Alexander M. Corl](#) was appointed as a new EITF member.

SEC: On January 24, 2013, President Obama nominated [Mary Jo White](#) for chairman of the SEC. On March 19, 2013, the Senate Banking Committee approved her nomination. Ms. White now awaits full Senate confirmation.

PCAOB: On March 1, 2013, the SEC reappointed [Steven B. Harris](#) and [Jay D. Hanson](#) as PCAOB members for an additional five-year term. On the same day, the PCAOB announced the selection of [20 new and reappointed members](#) to its Investor Advisory Committee, who will serve three-year terms ending in October 2015.

IASB: On February 21, 2013, [Gary Kabureck](#) was appointed as an IASB member for an initial term that begins in April 2013; ends on June 30, 2017; and is renewable for an additional three years.

IFRS Trustees: On March 21, 2013, [Dr. Abdulrahman Al-Humaid](#) was appointed as a trustee of the IFRS Foundation. His term is effective immediately; will last until December 31, 2015; and is renewable for an additional three years.

IFRS Advisory Council: On February 15, 2013, [Roger Best](#), [Daniel McMahon](#), and [Markus Grund](#) were appointed as new Advisory Council members to replace Carlson Tong, Benoit Onana, and Richard Thorpe.

IFRS Foundation Monitoring Board: On March 1, 2013, [Masamichi Kono](#) was appointed as the new chairman of the organization.

IOSCO: On April 1, 2013, [Greg Medcraft](#) and [Howard I. Wetston](#) were appointed as IOSCO's chairman and vice-chairman, respectively.



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Accounting Developments

Balance Sheet Offsetting

FASB Issues ASU Clarifying Scope of Offsetting Disclosure Requirements

Affects: All entities.

Summary: On January 31, 2013, the FASB issued [ASU 2013-01](#), which clarifies the scope of the offsetting disclosure requirements in ASU 2011-11. Under ASU 2013-01, the disclosure requirements would apply to derivative instruments accounted for in accordance with ASC 815, including bifurcated embedded derivatives, repurchase agreements and reverse repurchase agreements, and securities borrowing and securities lending arrangements that are either offset on the balance sheet or subject to an enforceable master netting arrangement or similar agreement.

Next Steps: ASU 2013-01 is effective for fiscal years beginning on or after January 1, 2013, and interim periods within those years. Retrospective application is required for all comparative periods presented.

Other Resources: Deloitte's February 5, 2013, [Heads Up](#). Also see the [press release](#) on the FASB's Web site. ●

EITF

EITF Discusses Various Issues During January and March Meetings*

Affects: All entities.

Summary: In the first quarter of 2013, the EITF met to discuss the following [agenda items](#):

- *Issue 11-A, "Parent's Accounting for the Cumulative Translation Adjustment Upon Derecognition of Certain Subsidiaries or Groups of Assets Within a Foreign Entity or of an Investment in a Foreign Entity"* — The Task Force reached a final consensus. Subsequently, the FASB ratified this Issue and released a final ASU on March 4, 2013. See the [Foreign Currency](#) section below for more information.
- *Issue 12-B, "Not-for-Profit Entities: Services Received From Personnel of an Affiliate for Which the Affiliate Does Not Seek Compensation"* — The Task Force reached a final consensus. This Issue will be applied prospectively; however, entities will have the option of using a modified retrospective approach. Under the modified approach, the Issue would be applied after the beginning of the earliest comparative period presented and beginning retained earnings would not be adjusted. The Task Force also reached a final consensus that this Issue will be effective for fiscal years beginning after June 15, 2014, and interim and annual periods thereafter. Early adoption will be permitted. At its March 28, 2013, meeting, the FASB ratified this Issue.
- *Issue 12-D, "Accounting for Obligations Resulting From Joint and Several Liability Arrangements for Which the Total Amount of the Obligation Is Fixed at the Reporting Date"* — The Task Force reached a final consensus. Subsequently, the FASB ratified this Issue and released a final ASU on February 28, 2013. See the [Liabilities](#) section below for more information.
- *Issue 12-F, "Recognition of New Accounting Basis (Pushdown) in Certain Circumstances"* — No consensus has been reached on this Issue. The Task Force has requested that the staff perform additional outreach and will discuss the Issue's transition and effective date at a future meeting.
- *Issue 12-G, "Accounting for the Difference Between the Fair Value of Assets and Fair Value of Liabilities of a Consolidated Collateralized Financing Entity"* — The Task Force reached a final consensus. Entities that measured the consolidated CFE's financial assets and financial liabilities at fair value in prior periods presented will apply the Issue either prospectively, with a cumulative-effect adjustment to the opening balance sheet, or retrospectively to all prior periods. An entity that did not measure its consolidated CFE's financial assets and financial liabilities at fair value in prior periods may elect, upon adoption, the fair value option under ASC 825 for those assets and liabilities. In this case, the entity would apply the Issue prospectively and record a cumulative-

effect adjustment to beginning retained earnings for the period of adoption for any difference between the carrying value of the financial instruments and the fair value on the date of adoption (retrospective application would not be permitted). At its March 28, 2013, meeting, the FASB ratified this Issue.

This Issue will be effective for public entities for fiscal years beginning after December 15, 2013, and interim periods therein. For nonpublic entities, this Issue will be effective for the first annual period beginning after December 15, 2014, and interim and annual periods thereafter. Early adoption will be permitted.

- *Issue 12-H, "Accounting for Service Concession Arrangements"* — No consensus has been reached on this Issue. The Task Force asked the FASB staff to draft the proposed ASU so that the Task Force can evaluate it before reaching a consensus-for-exposure. The Task Force will discuss the Issue's transition and effective date at a future meeting.
- *Issue 13-A, "Inclusion of the Fed Funds Effective Swap Rate as a Benchmark Interest Rate for Hedge Accounting Purposes"* — The Task Force has reached a consensus-for-exposure. On February 21, 2013, the FASB released a [proposed ASU](#) based on this Issue for public comment. The proposal would permit inclusion of the Fed Funds Effective Swap Rate (OIS), in addition to U.S. Government Treasury rates and LIBOR, as a U.S. benchmark interest rate for hedge accounting purposes under ASC 815. No new disclosures would be required. Comments on the proposed ASU are due by April 22, 2013.
- *Issue 13-B, "Accounting for Investments in Tax Credits"* — The Task Force has reached a consensus-for-exposure but will discuss the Issue's effective date at a future meeting. At its March 28, 2013, meeting, the FASB approved exposing this Issue for a 60-day comment period.
- *Issue 13-C, "Presentation of a Liability for an Unrecognized Tax Benefit When a Net Operating Loss Carryforward or Tax Credit Carryforward Exists"* — The Task Force has reached a consensus-for-exposure. On February 21, 2013, the FASB released a [proposed ASU](#) based on this Issue for public comment. In accordance with the proposal, an entity would present an unrecognized tax benefit or portion thereof "in the statement of financial position as a reduction to a deferred tax asset for a net operating loss carryforward or a tax credit carryforward," except when "a net operating loss carryforward or tax credit carryforward at the reporting date is not available under the tax law of the applicable jurisdiction to settle any additional income taxes that would result from the disallowance of a tax position," in which case "the unrecognized tax benefit would be presented in the statement of financial position as a liability." Comments on the proposed ASU are due by April 22, 2013.

Other Resources: For more information, see the EITF's [meeting materials and minutes](#) on the FASB's Web site. Also see Deloitte's [March 2013](#) and [January 2013](#) issues of *EITF Snapshot*, which summarize meeting deliberations and tentative decisions. ●

FAF

FAF Releases Updated Print Edition of *FASB Accounting Standards Codification**

Summary: On March 11, 2013, the FAF released an updated print edition of the *FASB Accounting Standards Codification*, which contains all content added to the online version through October 31, 2012.

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

FAF to Conduct Post-Implementation Review of Guidance on Income Taxes

Summary: On February 4, 2013, the FAF announced that it will conduct a post-implementation review of the income tax accounting guidance in FASB Statement 109 (codified in ASC 740). As noted by FAF President and CEO Teresa S. Polley, "FAS 109 was chosen for review because it meets several of our post-implementation review criteria. When it was issued, it represented a significant change in the accounting for income taxes and affected a wide range of organizations."

Next Steps: Stakeholders interested in participating in the FAF's post-implementation review surveys are invited to [register online](#).

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

FAF Decides to Change FASB's and GASB's Agenda-Setting Process

Summary: On February 26, 2013, the FAF's board of trustees voted to change the FASB's and GASB's agenda-setting process so that key decisions regarding the two standard setters' projects and agendas would be made by a majority vote of the board members rather than by the chairmen alone. According to FAF President and CEO Teresa S. Polley, a primary purpose of the trustees' decision is to improve the transparency of the standard-setting process.

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

Financial Instruments: Classification and Measurement

FASB Issues Proposed ASU on Classifying and Measuring Financial Instruments

Affects: Entities that hold financial assets or owe financial liabilities.

Summary: On February 14, 2013, the FASB released for public comment a [proposed ASU](#) on the recognition, classification, measurement, and presentation of financial instruments. The proposal requires entities to classify financial assets, at initial recognition, into one of three categories: (1) fair value through net income (FV-NI), (2) fair value through other comprehensive income (FV-OCI), or (3) amortized cost. Classification of financial assets would be based on two factors: (1) the cash flow characteristics of the financial instrument and (2) the business model within which the entity manages the instrument. Nonderivative financial liabilities would be classified as amortized cost unless (1) the liability is a short sale or (2) the entity will subsequently transact at fair value. More significant changes to current GAAP include the following:

- Investments in equity securities must be accounted for at FV-NI unless (1) the entity's investment qualifies for the equity method of accounting or (2) the entity elects, at initial recognition, to use a practicability exception.
- Equity investments that otherwise qualify for the equity method of accounting must be accounted for at FV-NI or by using a practicability exception if they are held for sale. Equity method investments that are not accounted for at FV-NI are evaluated for impairment under a single-step approach, thereby eliminating the other-than-temporary impairment recognition threshold.
- Entities are permitted to measure nonmarketable equity investments by using a new measurement approach under which the cost basis is adjusted for observable price changes and any impairments.
- The classification of debt-instrument financial assets (e.g., loans, receivables, and investments in debt securities) is based on an entity's assessment of the cash flow characteristics of the instrument and its business model for managing instruments rather than on management's intentions with respect to a specific instrument (e.g., to trade or to hold an individual instrument until its maturity) and the legal form of the instrument (e.g., a security).
- FV-OCI is no longer a default measurement category. Instead, FV-NI is a "residual" category, applicable to investments in debt-instrument financial assets that are not held within a business model consistent with amortized cost or FV-OCI classification.
- Loans that are held for sale cannot be measured at the lower of cost or market but will generally be accounted for at FV-NI.
- Reclassifications between categories occur only when there has been a change in business model and are expected to be rare.
- Embedded derivatives are not bifurcated from hybrid financial asset hosts.
- Foreign-currency gains and losses on debt instruments classified as FV-OCI are recognized in net income.
- The fair value option is available only when specific eligibility criteria are met.

Other Resources: For more information, see the [Deloitte Dash](#) on the proposed ASU as well as Deloitte's February 14, 2013, [Heads Up](#). Also see the [project page](#) on the FASB's Web site. ●

Financial Instruments: Impairment

FASB Issues Staff Document in Response to FAQs on Credit Loss Proposal*

Affects: All entities.

Summary: On March 25, 2013, the FASB posted to its Web site a [staff document](#) that addresses many of the FAQs it has received from constituents on its December 2012 [proposed ASU](#) on credit losses. The questions in the FASB staff document are divided into three sections: (1) "Project Objectives," (2) "Measuring Expected Credit Losses," and (3) "Other Alternatives Considered."

Next Steps: Comments on the proposed ASU are due by May 31, 2013 (the original April 30 deadline was extended). The FASB is expected to discuss the feedback received on this proposal, as well as that on the IASB's [ED](#) on expected credit losses, jointly with the IASB over the summer.

Other Resources: Deloitte's December 21, 2012, [Heads Up](#). Also see the [press release](#) on the FASB's Web site. ●

Financial Instruments: Repurchase Agreements

FASB Proposes New Guidance on Repurchase Agreements

Affects: All entities.

Summary: On January 15, 2013, the FASB issued a [proposed ASU](#) that would amend U.S. GAAP by requiring entities to account for repurchase agreements that meet certain criteria, including repurchase agreements that settle at the maturity of the transferred assets, as secured borrowings rather than as sales with forward repurchase agreements.

Other Resources: Deloitte's January 16, 2013, [Heads Up](#). Also see the [project page](#) on the FASB's Web site. ●

Foreign Currency

FASB Issues ASU on Foreign-Currency Matters

Affects: Entities with foreign subsidiaries or foreign investments.

Summary: On March 4, 2013, the FASB issued [ASU 2013-05](#), which indicates that the entire amount of a cumulative translation adjustment (CTA) related to an entity's investment in a foreign entity should be released when there has been a:

- Sale of a subsidiary or group of net assets within a foreign entity and the sale represents the substantially complete liquidation of the investment in the foreign entity.
- Loss of a controlling financial interest in an investment in a foreign entity (i.e., the foreign entity is deconsolidated).
- Step acquisition for a foreign entity (i.e., when an entity has changed from applying the equity method for an investment in a foreign entity to consolidating the foreign entity).

The ASU does not change the requirement to release a pro rata portion of the CTA of the foreign entity into earnings for a partial sale of an equity method investment in a foreign entity.

Next Steps: For public entities, the ASU is effective for fiscal years (and interim periods within those fiscal years) beginning on or after December 15, 2013. For nonpublic entities, the ASU is effective for the first annual period beginning on or after December 15, 2014, and interim and annual periods thereafter. Early adoption will be permitted for both public and nonpublic entities. The ASU should be applied prospectively from the beginning of the fiscal year of adoption. ●

Going Concern

FASB Makes Tentative Decisions Related to an Entity's Going-Concern Assessment

Affects: All entities.

Summary: At its January 31, 2013, meeting, the FASB made several tentative decisions on topics related to an entity's going-concern assessment. These topics included (1) disclosure threshold, (2) definition of "outside the normal course of business," (3) disclosure principle, (4) applicability to nonpublic entities, and (5) transition and other matters.

Next Steps: The FASB expects to issue an ED on going concern in the second quarter of 2013.

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

Insurance Contracts

FASB and IASB Continue to Jointly Deliberate Insurance Contracts*

Affects: All entities.

Summary: During the first quarter of 2013, the FASB and IASB discussed (1) the presentation of insurance contract revenue when there are changes in the pattern of expected claims and (2) the transition proposals for insurance contract revenue. Regarding presentation, the boards tentatively decided that "if there is a change in the expected pattern of coverage (or any other services) to be provided in the future, for a portfolio of insurance contracts, the remaining insurance contracts revenue should be reallocated prospectively to reflect the latest estimates of that pattern."

The FASB's tentative decisions on transition differed from the IASB's because of differences in current practice between U.S. GAAP and IFRSs. Further, at a FASB-only meeting in March, the FASB decided to eliminate the fair value option for multiple types of items that are within the scope of ASC 825 but outside the scope of its proposed ASU. Such items would include (1) guarantees and other contingencies, (2) rights and obligations under insurance contracts, (3) warranties, (4) written loan commitments, and (5) firm commitments.

Next Steps: The FASB expects to issue an ED on insurance contracts in the second quarter of 2013.

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

Investment Companies

FASB Continues to Deliberate Guidance on Investment Companies

Affects: All entities.

Summary: At its January 23, 2013, meeting, the FASB continued deliberating its [proposed ASU](#) on investment companies and tentatively decided on certain disclosure and transition requirements as well as an effective date for the final standard. The Board decided to retain the ED's proposed transition requirements and agreed that the final guidance would be effective, for both public and nonpublic entities, for interim and annual periods in fiscal years that begin on or after December 15, 2013. Early adoption would be prohibited.

Next Steps: The FASB will perform additional outreach related to the proposed disclosure requirements and expects to issue a final standard in the first half or early second half of 2013.

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

Leases

FASB and IASB Address Topics Related to Lease Proposal's Classification and Transition Requirements*

Affects: All entities.

Summary: During the first quarter of 2013, the FASB and IASB discussed three topics related to the classification of lease components in an arrangement. First, the boards tentatively decided that an entity should analyze such components separately when the lessee can benefit from the use of the separately identifiable assets in the arrangement. Second, the boards tentatively agreed that the classification of a lease component should be based on the primary asset of the lease component. Finally, the boards decided not to require entities to separately assess land and building elements of a property lease for classification purposes.

The Boards also discussed transition requirements and tentatively decided that lessees and lessors that currently account for a lease as a capital/finance lease would continue to apply existing guidance (i.e., ASC 840 or IAS 17) for recognition and measurement purposes. However, lease agreements that are modified after the adoption of the proposed guidance would no longer qualify for grandfathering under the current recognition and measurement requirements. Further, the FASB reconfirmed its previous decision that there would be no transition relief for leases that are currently accounted for as leveraged leases.

Nest Steps: The boards expect to issue a revised ED on leases during the second quarter of 2013.

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

Liabilities

FASB Issues ASU on Joint-and-Several Obligations

Affects: Entities that are jointly and severally liable with other entities.

Summary: On February 28, 2013, the FASB issued [ASU 2013-04](#), which is based on a consensus reached by the EITF. The ASU requires entities to "measure obligations resulting from joint and several liability arrangements for which the total amount of the obligation within the scope of this guidance is fixed at the reporting date, as the sum of the following:

- a. The amount the reporting entity agreed to pay on the basis of its arrangement among its co-obligors
- b. Any additional amount the reporting entity expects to pay on behalf of its co-obligors."

Required disclosures include a description of the joint-and-several arrangement and the total outstanding amount of the obligation for all joint parties. The ASU permits entities to aggregate disclosures (as opposed to providing separate disclosures for each joint-and-several obligation). These disclosure requirements are incremental to the existing related-party disclosure requirements in ASC 850.

Next Steps: The ASU is effective for public entities for all prior periods in fiscal years beginning on or after December 15, 2013 (and interim reporting periods within those years). For nonpublic entities, the ASU is effective for the first annual period ending on or after December 15, 2014, and interim and annual periods thereafter. The ASU should be applied retrospectively to obligations with joint-and-several liabilities existing at the beginning of an entity's fiscal year of adoption. Entities that elect to use hindsight in measuring their obligations during the comparative periods must disclose that fact. Early adoption is permitted. ●

Liquidation Basis of Accounting

FASB Completes Deliberations of Project on Liquidation Basis of Accounting

Affects: All entities except investment companies regulated under the SEC's Investment Company Act of 1940.

Summary: On February 13, 2013, the FASB finished deliberating its project on the liquidation basis of accounting.

Next Steps: The final standard is expected to be issued in April and will be effective for entities that enter liquidation during reporting periods beginning after December 15, 2013. Early adoption will be permitted.

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

Nonpublic Entities

FASB Issues ASU Exempting Nonpublic Entities From Disclosure Requirement Related to Fair Value Hierarchy

Affects: Nonpublic entities.

Summary: On February 7, 2013, the FASB issued [ASU 2013-03](#), which exempts nonpublic entities from the requirement in ASC 825 (amended by ASU 2011-04) to disclose the fair value hierarchy level (i.e., Level 1, 2, or 3) for fair value measurements of financial assets and financial liabilities that are disclosed in the footnotes to the financial statements but not reported at fair value in the statement of financial position. The ASU does not change any other fair value disclosure requirements in ASC 820 or ASC 825.

The amendments in ASU 2013-03 became effective upon issuance.

Other Resources: Deloitte's February 8, 2013, [Heads Up](#). ●

Private Company Council Adds Three Projects to Its Agenda

Affects: Nonpublic entities.

Summary: On February 12, 2013, the PCC voted to add three projects to its agenda: (1) consolidation of variable interest entities, (2) accounting for "plain vanilla" interest rate swaps with single counterparties, and (3) recognizing and measuring various identifiable intangible assets acquired in a business combination. The FASB and PCC also decided to seek additional public input on their July 2012 [DP](#) on a framework for decision making by private companies.

Next Steps: The FASB and PCC are expected to reexpose the DP for a 90-day comment period.

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

Presentation of Comprehensive Income

FASB Issues ASU Containing New Disclosure Requirements for Reclassification Adjustments Out of AOCI

Affects: Entities that report items of OCI.

Summary: On February 5, 2013, the FASB issued [ASU 2013-02](#), which requires entities to disclose the following additional information about items reclassified out of accumulated other comprehensive income (AOCI):

- Changes in AOCI balances by component (e.g., unrealized gains or losses on available-for-sale securities or foreign-currency items). Both before-tax and net-of-tax presentations of the information are acceptable as long as an entity presents the income tax benefit or expense attributed to each component of OCI and reclassification adjustments in either the financial statements or the notes to the financial statements.
- Significant items reclassified out of AOCI by component either on the face of the income statement or as a separate footnote to the financial statements.

The ASU does not change the current U.S. GAAP requirements, for either public or nonpublic entities, for interim financial statement reporting of comprehensive income. That is, a total for comprehensive income must be reported in condensed interim financial statements in either (1) a single continuous statement or (2) two separate but consecutive statements. However, public entities would also need to include information about (1) changes in AOCI balances by component and (2) significant items reclassified out of AOCI in their interim reporting periods. Nonpublic entities are not required to disclose information about significant items reclassified out of AOCI but must comply with the other disclosure requirements for interim financial reporting.

Next Steps: For public entities, the ASU is effective for fiscal years, and interim periods within those years, beginning after December 15, 2012; for nonpublic entities, the ASU is effective for fiscal years beginning after December 15, 2013, and interim and annual periods thereafter. Early adoption is permitted. The amendments in the ASU should be applied prospectively.

Other Resources: For more information, see Deloitte's February 6, 2013, [Heads Up](#). ●

Reporting Discontinued Operations

FASB Issues Proposed ASU on Reporting Discontinued Operations*

Affects: All entities.

Summary: On April 2, 2013, the FASB issued a [proposed ASU](#) that would substantially converge the definition of a discontinued operation under ASC 205-20 with that under IFRS 5. The proposal would also expand the disclosure requirements for disposals, including disclosures about significant components that do not qualify as discontinued operations.

Under the proposed ASU, a discontinued operation is defined as either of the following:

- a. A **component of an entity** that meets all of the following criteria:
 1. It meets either of the following conditions:
 - i. It has been disposed of.
 - ii. It meets all of the criteria in paragraph 360-10-45-9 to be classified as held for sale.
 2. It is part of a single coordinated plan to dispose of any of the following:
 - i. A separate major line of business.
 - ii. A separate major geographical area of operations.
- b. A **business** that, on acquisition, meets all of the criteria in ASC 360-10-45-9 to be classified as held for sale.

Currently, ASC 205-20 excludes from its scope certain assets such as (1) goodwill, (2) nonamortized intangible assets, (3) financial instruments (including equity method investments), (4) servicing assets, and (5) certain unproved oil and gas properties. The proposed guidance would remove these scope exceptions from ASC 205-20. Other than for entities that dispose of certain equity method investments, whose disposals could now qualify as discontinued operations, the FASB expects the effect of such scope changes to be limited.

The proposed guidance would not change the requirements for the presentation of discontinued operations in the financial statements; however, it would require entities to disclose additional information about such operations. In addition, the Board believes that fewer disposals of components of an entity would be reported as discontinued operations under the proposed guidance and that financial statement users would therefore have less information about such disposals. As a result, the proposal expands the disclosure requirements for significant components that do not meet the proposed definition of a discontinued operation. Also, entities would still be required to disclose information about their continuing involvement in the discontinued operations.

Next Steps: Comments on the proposed ASU are due by August 30, 2013.

Other Resources: For more information, see the [project page](#) on the FASB's Web site. Please also stay tuned for Deloitte's upcoming [Heads Up](#) on the proposal. ●

Revenue

FASB and IASB Essentially Complete Redeliberations of Exposure Draft on Revenue Recognition*

Affects: All entities.

Summary: During the first quarter of 2013, the FASB and IASB essentially completed redeliberating their November 2011 [ED](#) on revenue recognition. During the meetings, the boards made tentative decisions on the following aspects of the ED:

Scope (Collaborative Arrangements and Financial Services Contracts)

In response to questions raised by constituents about whether all collaborative arrangements would be excluded from the scope of the proposed revenue model, the boards noted that a party to a collaborative agreement could represent a customer and that certain collaborative arrangements therefore would be within the scope of the proposed revenue standard. The boards agreed that an entity would be required to assess (1) the structure and purpose of the arrangement to determine whether the transaction is for the sale of goods or services as part of the entity's normal business activities and (2) whether the counterparty represents a customer (as defined in paragraph 10 of the ED). If the counterparty meets both criteria, the collaborative arrangement would be within the scope of the proposed standard.

The boards also discussed circumstances in which a contract would be partially within the scope of the revenue model and partially within the scope of another standard (e.g., certain financial services contracts). The ED specifies that for parts of a contract that are governed by other standards, an entity should (1) apply the recognition and measurement concepts of the other standard and (2) apply the revenue model to the remainder of the contract (see paragraph 11 of the ED). The boards tentatively decided not to change paragraph 11 of the ED but to clarify the application of this guidance by adding implementation considerations or an example.

Repurchase Agreements

The boards tentatively decided to clarify various aspects of the ED's model for repurchase agreements as follows:

- To avoid a narrow interpretation of the guidance, remove the word "unconditional" from the description of repurchase rights or obligations.
- Incorporate the guidance in ASC 470-40 on accounting for processing costs in the determination of the repurchase price in an arrangement under which an entity sells a product to a contract manufacturer and repurchases the product as part of a larger component for a higher price.
- Provide examples of contracts with guaranteed minimum resale value and of equipment sold and subsequently repurchased that is subject to an operating lease.
- Specify that nonsubstantive terms should not be considered in an entity's assessment of whether it has a significant economic incentive not to exercise an option.

The boards tentatively decided that a contract should be accounted for as a financing if there is a put option (with a repurchase price less than the original sales price) included in a sale-leaseback transaction and the customer (lessor) has a significant economic incentive to exercise the put. This is consistent with the boards' tentative decision in the leases project.

Effect of the Revenue Recognition Model on Asset Managers

A number of asset managers have expressed concerns to the boards (namely entities that manage alternative asset portfolios) about the ED's proposal to supersede the guidance in EITF Topic D-96, specifically that on accounting for performance-based incentive fees under Method 2. However, the boards tentatively decided not to amend this guidance. Accordingly, asset managers would be required to follow the constraint guidance on recognizing revenue from these fees (entities thus would essentially be precluded from recognizing revenue in a manner similar to Method 2 in EITF Topic D-96).

Further, the boards decided not to amend the contract-cost guidance to address specific concerns related to accounting for up-front commission fees associated with a "back-end load" fund. Rather, the FASB agreed to retain ASC 946's fulfillment-cost guidance related to these arrangements (which would have been superseded by this project).

Transfer of Assets That Are Not an Output of an Entity's Ordinary Activities

The boards tentatively decided to confirm the proposed consequential amendments clarifying that transfers of assets that are not an output of an entity's ordinary activities (such as the sale of property, plant, and equipment or intangible assets) would be within the scope of certain aspects of the revenue model. Specifically, the criteria for existence of a contract, measurement, and control principles in the proposed revenue model would be applied to these transfers, and the accounting guidance currently used to account for these transactions (e.g., ASC 360-20) would be superseded.

Public Entities' Disclosure Requirements, Transition, and Effective Date

Entities are required to disclose:

- Disaggregated revenue information by categories that depict how the nature, amount, timing, and uncertainty of revenue and cash flows are affected by economic factors. Entities should consider how management analyzes revenue in determining disaggregated categories.
- Certain information in contract balances, including (1) opening and closing balances for an entity's contract assets and liabilities, (2) an explanation of unusual or nonrecurring changes in such assets and liabilities, and (3) the amount of revenue recognized from previous contract liabilities.
- For contracts that extend beyond one year, the amount of the transaction price allocated to remaining performance obligations and an explanation of when the revenue is expected to be recognized. Contract renewal (other than a material option) is excluded from this disclosure requirement. The transaction price in such disclosures would be the transaction price after the application of constraints. Lastly, it would be acceptable for an entity to include contracts that last less than one year.
- Information about assets recognized as costs to obtain or fulfill a contract, including the closing balance, current-period amortization, and amortization method used.
- Certain information about performance obligations (e.g., types of goods or services, significant payment terms, typical timing of satisfying obligations, and other provisions).
- A description of the significant judgments, and changes in those judgments, that affect the amount and timing of revenue recognition.
- Information about the policy decisions made by the entity regarding the time value of money and costs to obtain or fulfill a contract (i.e., whether the entity used the practical expedients allowed under the model).
- Information about the methods, inputs, and assumptions used to determine the transaction price and to allocate amounts to performance obligations as well as a description of the manner in which the entity determined the minimum amount of revenue that would not be subject to a significant revenue reversal and that was therefore recognized.

The FASB tentatively decided that on an interim basis, entities would be required to disclose the following in addition to the information required by ASC 270: (1) disaggregation of revenue, (2) contract asset and contract liability balances and an explanation of significant changes in those balances since the previous period-end, and (3) analysis of the remaining performance obligations. The IASB, however, tentatively decided that entities would be required to disclose only the disaggregation of revenue in addition to the information required by IAS 34.

For transition, the boards tentatively decided that in applying the proposed model, entities would have the option of either retrospective transition (with certain practical expedients) or a modified approach. Under the modified approach, an entity would recognize an adjustment to the opening balance of retained earnings for the current year (i.e., the year of adoption) of the cumulative effect of initially applying the revenue standard. The new revenue standard would apply to new contracts created on or after the effective date and to existing contracts as of the effective date. (The new revenue standard would not apply to contracts that were completed before the effective date.) In the year of adoption, entities would also be required to disclose differences in their financial statement line items that resulted from their application of the new standard rather than the superseded guidance.

The boards decided that the final standard will be effective for annual reporting periods beginning after December 15, 2016, for public entities. Early application will not be permitted.

Nonpublic Entities' Disclosure Requirements, Transition, and Effective Date

- *Disaggregation of revenue* — The Board affirmed that nonpublic entities should disclose qualitative information about how economic factors affect the nature, amount, timing, and uncertainty of revenue and cash flows. Accordingly, nonpublic entities may elect not to disclose such information quantitatively. However, they must disclose significant changes in economic factors that occur during the period. The Board also clarified that nonpublic entities must quantitatively disaggregate revenue according to the timing of the transfer of goods or services (e.g., according to the transfer of such items at a point in time or over time).
- *Contract balances and cost disclosures* — The Board decided that nonpublic entities must disclose the opening and closing aggregate balance of contract assets and liabilities as well as receivables if such balances are not presented separately in the balance sheet. In addition, the Board affirmed that nonpublic entities may elect not to disclose information about assets recognized from the costs incurred to obtain or fulfill a contract with a customer.
- *Remaining performance obligations* — The Board affirmed that nonpublic entities may elect not to disclose the amount of the transaction price allocated to remaining performance obligations or when such an amount will be recognized as revenue.
- *Judgments, assumptions, methods, and inputs* — The Board affirmed that nonpublic entities must disclose the judgments, and changes in judgments, made in applying the proposed revenue model that significantly affect how they determine the amount and timing of revenue recognition.

The Board tentatively affirmed the ED's proposal not to amend ASC 270 to specify interim disclosure requirements for nonpublic entities. Further, the Board clarified that nonpublic entities are not subject to the additional interim disclosure requirements that the Board established for public entities.

The Board also tentatively affirmed the ED's proposal not to prescribe an alternative method of transition for nonpublic entities. The final standard will be effective for reporting periods beginning after December 15, 2017, and interim and annual periods thereafter. Nonpublic entities may early adopt the final guidance; however, their adoption date cannot be earlier than that for public entities.

Next Steps: The boards are expected to issue their final standard on revenue recognition in the second quarter of 2013.

Other Resources: For more information about the boards' decisions on the revenue recognition project to date, see Deloitte's March 5, 2013, [Heads Up](#) as well as the [project page](#) on the FASB's Web site. ●

XBRL

FASB Issues XBRL Implementation Guidance*

Affects: SEC registrants.

Summary: On February 11, 2013, the FASB issued its first [XBRL implementation guide](#) in a series on subsequent-event disclosures. The FASB's press release about the guides states that they are "designed to help Taxonomy users understand how certain disclosures are structured within the [U.S. GAAP XBRL] Taxonomy."

In addition, in March, the FASB issued the following four implementation guides:

- [Other Comprehensive Income](#).
- [Insurance Industry: Concentration of Credit Risk Disclosures](#).
- [Insurance Industry: Reinsurance-Related Disclosures](#).
- [Segment Reporting](#).

Moreover, on February 1, 2013, the FASB issued its first [taxonomy style guide](#) on definition components and structure, which serves as additional reference material under the U.S. GAAP XBRL taxonomy.

Other Resources: For more information, see the [implementation and style guides page](#) on the FASB's Web site. ●

International

IASB Requests Rate Regulation Information*

Affects: Entities reporting under IFRSs.

Summary: On March 28, 2013, the IASB issued a [request for information](#) on determining the scope of its project on rate-regulated activities. This request is being issued in response to feedback on the IASB's 2009 [ED](#) in which constituents expressed concerns that the project's scope should encompass a wider range of rate-regulated schemes.

Next Steps: Comments on the request for information are due by May 30, 2013.

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

IASB Proposes Amendments to IAS 19*

Affects: Entities reporting under IFRSs.

Summary: On March 25, 2013, the IASB published an [ED](#) to simplify the guidance in IAS 19 on "accounting for contributions from employees and third parties to defined benefit plans." Specifically, entities would have the option of applying a less complex accounting method "when the contributions payable in a particular period are linked solely to the employee's service rendered in that period."

Next Steps: Comments on the ED are due by July 25, 2013.

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

IASB Proposes Revisions to Credit-Loss Impairment Model*

Affects: Entities reporting under IFRSs.

Summary: On March 7, 2013, the IASB published an [ED](#) that proposes a revised model for impairment of financial instruments. Unlike the current incurred-loss model, under which the recognition of credit losses is delayed until an event has occurred, the ED's impairment model would be more forward-looking and would reflect expected credit losses.

Next Steps: Comments on the ED are due by July 5, 2013.

Other Resources: For more information, see Deloitte's March 12, 2013, [Heads Up](#) as well as the [press release](#) on the IASB's Web site. ●

IASB Proposes Amendments to IAS 39

Affects: Entities reporting under IFRSs.

Summary: On February 28, 2013, the IASB published an [ED](#) that would amend the guidance in IAS 39 on recognition and measurement of financial instruments. Under the ED, an entity would "continue hedge accounting in a circumstance in which a derivative, which has been designated as a hedging instrument, is novated from one counterparty to a central counterparty as a consequence of laws or regulations."

In addition, the ED would "introduce an exception to the requirements for the discontinuation of hedge accounting in IAS 39. The IASB proposes that the requirements for the discontinuation of hedge accounting in IAS 39 would not apply to the hedging instrument, if specific conditions are met."

Similar requirements have been proposed for the upcoming hedge accounting chapter in IFRS 9.

Next Steps: Comments on the ED are due by April 2, 2013.

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

IASB Proposes Disclosure Amendments to IAS 36

Affects: Entities reporting under IFRSs.

Summary: On January 18, 2013, the IASB published for public comment an [ED](#) that would amend IAS 36's disclosure requirements for measuring the recoverable amount of impaired assets.

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

IFRS Foundation Trustees Announce First Membership of Accounting Standards Advisory Forum*

Affects: Entities reporting under IFRSs.

Summary: On March 19, 2013, the trustees of the IFRS Foundation announced the initial membership of the Accounting Standards Advisory Forum (ASAF), which "will serve as a technical advisory body to the IASB." The ASAF will consist of 12 members of the global accounting standard-setting community and will be chaired by the IASB. On the same day, the FASB [announced](#) that it will join the ASAF "to represent U.S. interests in the IASB's standard-setting process and to continue the process of improving and converging U.S. Generally Accepted Accounting Principles and IFRS."

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

IFRS Foundation Publishes 2013 IFRS Taxonomy*

Affects: Entities reporting under IFRSs.

Summary: On March 27, 2013, the IFRS Foundation released the 2013 IFRS Taxonomy. The taxonomy is a translation of IFRSs into XBRL and is consistent with IFRSs as issued by the IASB as of January 1, 2013. The release contains XBRL tags for all IFRS disclosure requirements.

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

IFRS Foundation Monitoring Board Finalizes Membership Assessment Approach*

Summary: On March 1, 2013, the IFRS Foundation Monitoring Board finalized its assessment approach for membership. Under this approach, the board would expand its current membership and would begin periodically assessing members to determine whether they meet its membership criteria.

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

Auditing Developments

AICPA

AICPA Publishes Revised Guides, Practice Aid, and Alert*

Affects: Entities within the scope of the publications and their auditors.

Summary: During the first quarter of 2013, the AICPA issued the following publications:

- [Audit and Accounting Guide, Prospective Financial Information.](#)
- [Audit Guide, Special Considerations in Auditing Financial Instruments.](#)
- [Audit and Accounting Guide, Not-for-Profit Entities.](#)
- [Audit Guide, Assessing and Responding to Audit Risk in a Financial Statement Audit.](#)
- [Practice Aid, Related-Party Audit Considerations: A Case Study Approach.](#)
- [Audit Risk Alert, Independence and Ethics Developments.](#)
- [Audit Risk Alert, Understanding the Clarified Auditing Standards.](#)
- TIS Section 6910.34, "Application of the Notion of Value Maximization for Measuring Fair Value of Debt and Controlling Equity Positions."

- [TIS Section 6910.35, "Assessing Control When Measuring Fair Value."](#)
- [TIS Sections 8810.01–.41, "Audits of Group Financial Statements and Work of Others."](#)
- [TIS Section 9100.07, "Naming the City and State Where the Auditor Practices."](#)
- [TIS Section 9110.21, "Reporting on Current-Value Financial Statements That Supplement Historical-Cost Financial Statements in Presentations of Real Estate Entities."](#)
- [TIS Section 9110.22, "Use of Restricted Alert Language When Financial Statements Are Audited in Accordance With GAAS and Government Auditing Standards."](#)
- [TIS Section 9110.23, "Modification of Compliance Report When Financial Statements Are Audited in Accordance With GAAS."](#)

In addition, the AICPA deleted TIS Section 9160.02, "Furnishing Unbound Reports to Clients." ●

AICPA Issues Omnibus Statement on Auditing Standards

Affects: All entities and their auditors.

Summary: In January 2013, the AICPA issued [SAS 127](#), which makes various amendments to SAS 122. Among other revisions, the new SAS amends AU-C Section 600's guidance on when it is appropriate to refer to an audit of a component auditor in an auditor's report on group financial statements. In addition, the amendments add another basis of accounting to the guidance on special-purpose frameworks in AU-C Section 800.

Next Steps: The amendments are effective for audits of financial statements for periods ending on or after December 15, 2012. ●

CAQ

Anti-Fraud Collaboration Launches Web Site

Affects: All entities and their auditors.

Summary: In January 2013, the Anti-Fraud Collaboration launched a [Web site](#) that provides access to various anti-fraud tools and resources "targeted to the unique roles and responsibilities of the primary participants in the financial reporting supply chain — audit committees, company financial management, and internal and external auditors."

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

CAQ Issues Highlights of IPTF and SEC Joint Meeting

Affects: All entities and their auditors.

Summary: On January 29, 2013, the CAQ released [highlights](#) of the November 2012 joint meeting of the IPTF and SEC staff. Issues discussed at the meeting include the following:

- Reapplication of IFRS 1.
- Significance measurement for domestic registrants and foreign private issuers under SEC Regulation S-X, Rule 3-05.
- Transition guidance related to adoption of IFRS 10, IFRS 11, and IFRS 12.
- Monitoring inflation in certain countries.
- Registration statement requirements for restated IFRS financial statements.
- The SEC staff's observations regarding use of the U.S. GAAP and IFRS taxonomies by foreign private issuers. ●

Federal Reserve

Federal Reserve Issues Statement on Internal Audit Functions

Affects: Banking organizations.

Summary: On January 23, 2013, the Federal Reserve issued a [supplemental policy statement](#) that provides guidance on how regulated institutions that have more than \$10 billion in total consolidated assets can improve their internal audit functions.

Other Resources: For more information, see the [supervision and regulation letter](#) on the Federal Reserve's Web site. ●

IIA

IIA Releases Position Paper on Risk Management and Control

Affects: All entities.

Summary: In January 2013, the IIA released a [position paper](#) that "addresses an escalating challenge in the realm of risk management and control: providing a systematic approach to effectively enhancing communications on risk management and control by clarifying essential roles and duties." The paper "discusses the challenge that often arises as a result of responsibilities spanning across multiple departments and divisions, as well as multiple job functions, such as internal auditors, enterprise risk management specialists, compliance officers, fraud investigators, and other risk and control professionals."

Other Resources: For more information, see the [standards and guidance page](#) on the IIA's Web site. ●

PCAOB

PCAOB Proposes Rule Containing Framework for Reorganizing Auditing Standards*

Affects: Auditors.

Summary: On March 26, 2013, the PCAOB issued a [proposed rule](#) to provide "a potential framework for reorganizing the Board's existing interim and PCAOB-issued auditing standards into a topical structure with a single integrated numbering system. The proposed reorganization is intended to present the standards in a logical order that generally follows the flow of the audit process."

Next Steps: Comments on the proposed rule are due by May 28, 2013.

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

International

IAASB Issues New Standard on Using Work of Internal Auditors*

Affects: All entities and their auditors.

Summary: On March 19, 2013, the IAASB issued a revised version of [ISA 610](#) on using work of internal auditors. The revision "includes guidance to external auditors when determining whether they can use direct assistance from internal auditors, and if so, in which areas and to what extent."

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

IAASB Issues Consultation Paper on Audit-Quality Framework

Affects: All entities and their auditors.

Summary: On January 15, 2013, the IAASB issued a [consultation paper](#) requesting comment on the usefulness, clarity, and comprehensiveness of its audit-quality framework.

Next Steps: Comments on the consultation paper are due by May 15, 2013.

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

IAESB Revises Requirements on Practical Experience*

Affects: IFAC member bodies.

Summary: On March 13, 2013, the IAESB issued a revised version of [IES 5](#), which emphasizes the importance of practical experience in the development of a professional accountant's competency.

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

IAESB Revises Entry Requirements for Professional Accounting Education Programs

Affects: IFAC member bodies.

Summary: On February 7, 2013, the IAESB published a revised version of [IES 1](#), which "prescribes the principles to be used when setting and communicating educational requirements for entry to professional accounting education programs."

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

IESBA Strengthens Code of Ethics for Professional Accountants*

Affects: Professional accountants.

Summary: On March 19, 2013, the IESBA released "strengthened provisions in its *Code of Ethics for Professional Accountants* (the Code) to address conflicts of interest and a breach of a requirement of the Code. It also released amendments to the definition of the term 'engagement team' in the Code."

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

Governmental Accounting and Auditing Developments

FASAB

FASAB Proposes New Implementation Guide*

Affects: Entities applying federal financial accounting standards and their auditors.

Summary: On March 1, 2013, the FASAB issued an [ED](#) of a technical release that provides implementation guidance on the accumulation, assignment, and allocation of general property, plant, and equipment (G-PP&E). The proposed release presents a framework that would allow practitioners to consistently interpret and apply the current guidance on G-PP&E.

Next Steps: Comments on the ED are due by May 1, 2013.

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

FASAB Issues Statement on Asset Impairment

Affects: Entities applying federal financial accounting standards and their auditors.

Summary: On January 3, 2013, the FASAB issued [Statement 44](#), which requires entities to provide more transparent and comparable information about the effects of impairment related to G-PP&E.

Next Steps: Statement 44 is effective for reporting periods beginning after September 30, 2014. Early implementation is encouraged.

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

GASB

FAF Proposes Revisions to GASB's Agenda-Setting Process

Summary: On February 26, 2013, the FAF issued a [proposal](#) that requests comments on possible revisions to the GASB's agenda-setting process. The proposal is being issued in response to the results of a recent study indicating a lack of consensus about the proper scope of the GASB's activities.

Next Steps: Comments on the proposal are due by April 30, 2013.

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

FAF Approves Post-Implementation Reports and Announces New Reviews

Summary: On February 26, 2013, the FAF approved post-implementation review reports on GASB Statements 3 and 40; both reports concluded that the standards are "functioning as intended." The FAF also announced two upcoming reviews of GASB Statements 10 and 30.

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

GASB Issues Statement on Government Combinations and Disposals of Government Operations

Affects: Governmental entities.

Summary: On January 22, 2013, the GASB issued [Statement 69](#), which provides guidance on measurement and reporting of combinations and disposals of government operations.

Next Steps: Statement 69 is effective for periods beginning after December 15, 2013, and should be applied prospectively. Early implementation is encouraged.

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

International

IPSASB Publishes First Four Chapters of Public-Sector Conceptual Framework

Affects: Public-sector entities and their auditors.

Summary: On January 11, 2013, the IPSASB released the first four chapters of its [conceptual framework](#) for public-sector entities. The chapters are as follows:

- Chapter 1, "Role and Authority of the Conceptual Framework."
- Chapter 2, "Objectives and Users of General Purpose Financial Reporting."
- Chapter 3, "Qualitative Characteristics."
- Chapter 4, "Reporting Entity."

Next Steps: The remaining chapters will be published when completed.

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

Regulatory and Compliance Developments

COSO

COSO Approves Updated 2013 Internal Control Framework*

Affects: All entities.

Summary: On March 20, 2013, COSO announced that it has approved its updated *Internal Control — Integrated Framework: 2013 (Framework)* and expects to issue it on May 14, 2013. Although the definition and components of internal control will remain unchanged, the revisions will incorporate 17 principles describing these components. In addition, COSO plans to simultaneously publish *Internal Control Over External Financial Reporting: A Compendium of Approaches and Examples*, which “has been developed to assist users when applying the Framework to external financial reporting objectives.”

Other Resources: For more information on the enhanced COSO framework, see Deloitte’s [February 6, 2012](#), and [August 7, 2012](#), *Heads Up* newsletters. Also see the [press release](#) on COSO’s Web site. ●

SEC

SEC Approves 2013 PCAOB Budget and Accounting Support Fee

Summary: On February 13, 2013, the SEC approved the PCAOB’s 2013 budget of \$245.6 million, which is largely funded by a \$234 million accounting support fee. The SEC oversees the PCAOB’s budget to ensure that it has sufficient financial resources and uses its funds effectively.

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

SEC Updates Financial Reporting Manual

Affects: SEC registrants.

Summary: On January 18, 2013, the SEC’s Division of Corporation Finance published an update to its [Financial Reporting Manual](#) (FRM). This new version includes revisions made as of September 30, 2012. In addition to certain minor editorial revisions, changes include clarifications and modifications to the guidance on (1) auditor-related topics, including association with cumulative amounts from inception of a development-stage company and the PCAOB’s audit requirements for nonissuer financial statements; (2) changes in a registrant’s filing status on its periodic filings; and (3) significance testing thresholds for related businesses under Regulation S-X, Rule 3-05, and triple net leases under Regulation S-X, Rule 3-14.

Other Resources: For more information, see the [FRM page](#) on the SEC’s Web site. ●

SEC Issues Final Rule on Lost Securityholders and Unresponsive Payees

Affects: SEC registrants.

Summary: On January 16, 2013, the SEC issued a [final rule](#) on lost securityholders and unresponsive payees. The final rule amends Rule 17Ad-17 of the Securities Exchange Act of 1934 to “extend the requirements of Rule 17Ad-17 to search for lost securityholders from only recordkeeping transfer agents to brokers and dealers as well; add a requirement that ‘paying agents’ notify ‘unresponsive payees’ that a paying agent has sent a securityholder a check that has not yet been negotiated; and add certain other provisions.”

The final rule became effective on March 25, 2013. ●

SEC Issues Final Rule Amending EDGAR Filer Manual

Affects: SEC registrants.

Summary: On January 14, 2013, the SEC issued a [final rule](#) that amends its EDGAR Filer Manual to reflect updates in the EDGAR system. These updates include a new EDGAR link and support for PDF as a filing format.

The final rule became effective on January 23, 2013. ●

International

Basel Committee Issues Supervisory Guide on External Auditors of Banks*

Affects: Banking entities and their auditors.

Summary: On March 21, 2013, the Basel Committee issued a [consultative document](#) that requests comment on guidance that would “supersede the existing guidance that was published by the Basel Committee in 2002 on the relationship between banking supervisors and banks’ external auditors and in 2008 on external audit quality and banking supervision” to incorporate changes in the banking industry over the past 10 years.

Next Steps: Comments on the consultative document are due by June 21, 2013.

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

Basel Committee Issues Principles for Effective Risk Data Aggregation and Risk Reporting

Affects: Banking entities.

Summary: On January 9, 2013, the Basel Committee issued a [set of principles](#) whose purpose is “to strengthen banks’ risk data aggregation capabilities and internal risk reporting practices.”

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

Basel Committee Revises Basel III’s Liquidity Coverage Ratio

Affects: Banking entities.

Summary: On January 7, 2013, the Basel Committee issued a [revised version](#) of its liquidity coverage ratio. The revision is one of the “key reforms to strengthen global capital and liquidity regulations with the goal of promoting a more resilient banking sector.”

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

IFAC Issues New Practice Guide on Effective Business Reporting Processes

Affects: All entities.

Summary: On January 17, 2013, IFAC issued a [set of principles](#) that provides guidance on evaluation and implementation of effective business reporting processes.

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

IVSC Issues Discussion Paper on Valuation of Liabilities

Affects: Valuation professionals and users of valuations.

Summary: On February 5, 2013, the IVSC issued a [DP](#) on valuation of liabilities. The paper discusses a number of issues identified in feedback on the proposed amendments to IAS 37 and invites comments on potential solutions to the issues identified.

Next Steps: Comments on the DP are due by April 30, 2013.

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

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/EITF	Affects	Status
Significant Adoption Dates		
ASU 2013-05, <i>Parent's Accounting for the Cumulative Translation Adjustment Upon Derecognition of Certain Subsidiaries or Groups of Assets Within a Foreign Entity or of an Investment in a Foreign Entity</i> —a consensus of the FASB Emerging Issues Task Force (issued March 4, 2013)	Entities with foreign subsidiaries or foreign investments.	For public entities, the ASU is effective for fiscal years (and interim periods within those fiscal years) beginning on or after December 15, 2013. For nonpublic entities, the ASU is effective for the first annual period beginning on or after December 15, 2014, and interim and annual periods thereafter. Early adoption will be permitted for both public and nonpublic entities. The ASU should be applied prospectively from the beginning of the fiscal year of adoption.
ASU 2013-04, <i>Obligations Resulting From Joint and Several Liability Arrangements for Which the Total Amount of the Obligation Is Fixed at the Reporting Date</i> —a consensus of the FASB Emerging Issues Task Force (issued February 28, 2013)	Entities that are jointly and severally liable with other entities.	For public entities, the ASU is effective for all prior periods in fiscal years beginning on or after December 15, 2013 (and interim reporting periods within those years). For nonpublic entities, the ASU is effective for the first annual period ending on or after December 15, 2014, and interim and annual periods thereafter. The ASU should be applied retrospectively to obligations with joint-and-several liabilities existing at the beginning of an entity's fiscal year of adoption. Entities that elect to use hindsight in measuring their obligations during the comparative periods must disclose that fact. Early adoption is permitted.
ASU 2013-03, <i>Clarifying the Scope and Applicability of a Particular Disclosure to Nonpublic Entities</i> (issued February 7, 2013)	Nonpublic entities that have total assets of \$100 million or more or that have one or more derivative instruments.	Effective upon issuance.
ASU 2013-02, <i>Reporting of Amounts Reclassified Out of Accumulated Other Comprehensive Income</i> (issued February 5, 2013)	Entities that issue financial statements in accordance with U.S. GAAP and that report items of OCI. Public companies must comply with these amendments for all reporting periods presented, including interim periods, while nonpublic entities must comply with the amendments for annual reporting periods. For interim reporting periods, nonpublic entities are not required to report the effects of reclassifications on net income but must report information about the amounts reclassified out of AOCI by component for each reporting period. Not-for-profit entities subject to the requirements of ASC 958-205 are outside the scope of these amendments.	For public entities, the amendments are effective prospectively for reporting periods beginning after December 15, 2012. For nonpublic entities, the amendments are effective prospectively for reporting periods beginning after December 15, 2013. Early adoption is permitted.
ASU 2013-01, <i>Clarifying the Scope of Disclosures About Offsetting Assets and Liabilities</i> (issued January 31, 2013)	All entities.	Effective for fiscal years beginning on or after January 1, 2013, and interim periods within those years. The disclosures required by the ASU must be provided retrospectively for all comparative periods presented.
ASU 2012-07, <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 October 24, 2012)	Entities that perform impairment assessments of unamortized film costs.	For SEC filers, effective for impairment assessments performed on or after December 15, 2012. For all other entities, effective for impairment assessments performed on or after December 15, 2013. The amendments resulting from this issue should be applied prospectively. Early application is permitted, including for impairment assessments performed as of a date before October 24, 2012, if, for SEC filers, the entity's financial statements for the most recent annual or interim period have not yet been issued or, for all other entities, have not yet been made available for issuance.

ASU 2012-06, <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 October 23, 2012)	Entities that recognize an indemnification asset as a result of a government-assisted acquisition of a financial institution.	Effective for fiscal years, and interim periods within those years, beginning on or after December 15, 2012. Early adoption is permitted. Entities should apply the ASU prospectively to any new indemnification assets acquired after the adoption date and to indemnification assets existing as of the adoption date that arise from a government-assisted acquisition of a financial institution.
ASU 2012-05, <i>Not-for-Profit Entities: Classification of the Sale Proceeds of Donated Financial Assets in the Statement of Cash Flows</i> — a consensus of the FASB Emerging Issues Task Force (issued October 22, 2012)	Entities within the scope of ASC 958 that accept donated financial assets.	Effective prospectively for fiscal years, and interim periods within those years, beginning after June 15, 2013. Retrospective application to all prior periods presented upon the date of adoption is permitted. Early adoption from the beginning of the fiscal year of adoption is permitted. For fiscal years beginning before October 22, 2012, early adoption is permitted only if a not-for-profit entity's financial statements for those fiscal years and interim periods within those years have not yet been made available for issuance.
ASU 2012-04, <i>Technical Corrections and Improvements</i> (issued October 1, 2012)	All entities.	Effective upon issuance, except for amendments that are subject to transition guidance, which will be effective for fiscal periods beginning after December 15, 2012, for public entities and fiscal periods beginning after December 15, 2013, for nonpublic entities.
ASU 2012-03, <i>Technical Amendments and Corrections to SEC Sections</i> (issued August 27, 2012)	All entities.	Effective upon issuance.
ASU 2012-02, <i>Testing Indefinite-Lived Intangible Assets for Impairment</i> (issued July 27, 2012)	Entities, both public and nonpublic, that have indefinite-lived intangible assets, other than goodwill, reported in their financial statements.	Effective for annual and interim impairment tests performed for fiscal years beginning after September 15, 2012. Early adoption is permitted, including for annual and interim impairment tests performed as of a date before July 27, 2012, if a public 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 2012-01, <i>Continuing Care Retirement Communities — Refundable Advance Fees</i> (issued July 24, 2012)	Continuing care retirement communities that have resident contracts that provide for a payment of a refundable advance fee upon reoccupancy of that unit by a subsequent resident.	<i>Public entities</i> — Effective for fiscal periods beginning after December 15, 2012. <i>Nonpublic entities</i> — Effective for fiscal periods beginning after December 15, 2013. For both public and nonpublic entities, early adoption is permitted. The amendments should be applied retrospectively by recording a cumulative-effect adjustment to opening retained earnings (or unrestricted net assets) as of the beginning of the earliest period presented.
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 OCI.	<i>Public entities</i> — Effective for fiscal years, and interim periods within those years, beginning after December 15, 2011. <i>Nonpublic entities</i> — Effective for fiscal years ending after December 15, 2012, and interim and annual periods thereafter. 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.
ASU 2011-11, <i>Disclosures About Offsetting Assets and Liabilities</i> (issued December 16, 2011)	Entities that have financial instruments and derivatives accounted for in accordance with ASC 815, including bifurcated embedded derivatives, repurchase agreements, and reverse repurchase agreements, and securities borrowing and securities lending transactions that are either offset in accordance with ASC 210-20-45 or ASC 815-10-45 or 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.	<i>Public entities</i> — Effective for fiscal years, and interim periods within those years, beginning on or after June 15, 2012. <i>Nonpublic entities</i> — Effective for fiscal years ending after December 15, 2013, and interim and annual periods thereafter. Early adoption is permitted.
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> .	<i>Public entities</i> — Effective for annual periods for fiscal years ending after December 15, 2011, with early adoption permitted. <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.
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.	<i>Public entities</i> — Effective for fiscal years, and interim periods within those fiscal years, beginning after December 15, 2011, with early adoption permitted. <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.
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 OCI.	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. <i>Public entities</i> — Effective for fiscal years, and interim periods within those years, beginning after December 15, 2011. <i>Nonpublic entities</i> — Effective for fiscal years ending after December 15, 2012, and interim and annual periods thereafter. 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.
ASU 2011-02, <i>A Creditor's Determination of Whether a Restructuring Is a Troubled Debt Restructuring</i> (issued April 5, 2011)	All entities.	<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. <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.

Projects in Request-for-Comment Stage

Proposed ASU, <i>Inclusion of the Fed Funds Effective Swap Rate (or Overnight Index Swap Rate) as a Benchmark Interest Rate for Hedge Accounting Purposes</i> — a consensus of the FASB Emerging Issues Task Force (issued February 21, 2013)	Public and nonpublic entities that elect to apply hedge accounting for the benchmark interest rate under ASC 815.	Comments due April 22, 2013.
Proposed ASU, <i>Presentation of an Unrecognized Tax Benefit When a Net Operating Loss Carryforward or Tax Credit Carryforward Exists</i> — a consensus of the FASB Emerging Issues Task Force (issued February 21, 2013)	Entities that have unrecognized tax benefits when a net operating loss carryforward or a tax credit carryforward exists.	Comments due April 22, 2013.
Proposed ASU, <i>Recognition and Measurement of Financial Assets and Financial Liabilities</i> (issued February 14, 2013)	Entities that hold financial assets or owe financial liabilities. The extent of the effect on an individual entity would depend on the significance of financial instruments to the entity's operations and financial position. For example, traditional banking-type institutions and insurance companies would be affected to varying degrees depending on their asset mix and the business models within which they manage their financial assets. The effect most likely would be less significant for many commercial and industrial entities and many not-for-profit entities.	Comments due May 15, 2013.
Proposed ASU, <i>Financial Instruments — Credit Losses</i> (issued December 20, 2012)	Entities that hold financial assets that are not accounted for at fair value through net income and are exposed to potential credit risk.	Comments due May 31, 2013 (extended from April 30, 2013).
Proposed ASU, <i>Reporting Discontinued Operations</i> (issued April 2, 2013)	Entities that have either a (1) component that is disposed of or meets the held-for-sale classification criteria in ASC 360-10-45-9 or (2) business that, upon acquisition, meets all of the held-for-sale classification criteria in ASC 360-10-45-9.	Comments due August 30, 2013.

AICPA	Affects	Status
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Significant Adoption Dates

SAS 127, <i>Omnibus Statement on Auditing Standards — 2013</i> (issued January 7, 2013)	Auditors.	Effective for audits of financial statements for periods ending on or after December 15, 2012.
SAS 126, <i>The Auditor's Consideration of an Entity's Ability to Continue as a Going Concern</i> (Redrafted) (issued June 29, 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.
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.

Project in Request-for-Comment Stage

Proposed SSARS, *Review of Financial Statements — Special Considerations* (issued November 15, 2012) Professionals who perform accounting and review services. Comments due April 26, 2013.

SEC	Affects	Status
Significant Adoption Dates		
Final Rule, <i>Adjustments to Civil Monetary Penalty Amounts</i> (33-9387) (issued February 27, 2013)	SEC registrants.	Effective March 5, 2013.
Final Rule, <i>Lost Securityholders and Unresponsive Payees</i> (34-68668) (issued January 16, 2013)	SEC registrants.	Effective March 25, 2013; compliance date is January 23, 2014.
Final Rule, <i>Adoption of Updated EDGAR Filer Manual</i> (33-9382) (issued January 14, 2013)	SEC registrants.	Effective January 23, 2013.
Final Rule, <i>Extension of Dates for Certain Requirements of Rule 19b-4(n)(1) and Rule 19b-4(o)(2) and Amendment of Form 19b-4</i> (34-68357) (issued December 5, 2012)	SEC registrants.	Effective December 10, 2012.
Final Rule, <i>Clearing Agency Standards</i> (34-68080) (issued October 22, 2012)	SEC registrants.	Effective January 2, 2013.
Final Rule, <i>Adoption of Updated EDGAR Filer Manual</i> (33-9364) (issued October 4, 2012)	SEC registrants.	Effective October 15, 2012.
Final Rule, <i>Adoption of Updated EDGAR Filer Manual</i> (33-9353) (issued August 30, 2012)	SEC registrants.	Effective September 6, 2012.
Final Rule, <i>Disclosure of Payments by Resource Extraction Issuers</i> (34-67717) (issued August 22, 2012)	SEC registrants.	Effective November 13, 2012.
Final Rule, <i>Conflict Minerals</i> (34-67716) (issued August 22, 2012)	SEC registrants.	Effective November 13, 2012.
Final Rule, <i>Further Definition of "Swap," "Security-Based Swap," and "Security-Based Swap Agreement"; Mixed Swaps; Security-Based Swap Agreement Recordkeeping</i> (33-9338) (issued July 18, 2012)	SEC registrants.	Effective October 12, 2012.
Final Rule, <i>Consolidated Audit Trail</i> (34-67457) (issued July 18, 2012)	SEC registrants.	Effective October 1, 2012.
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 August 13, 2012, for Sections 240.3Ca-1, 240.3Ca-2, and the amendments to 240.19b-4; December 10, 2012, for all amendments to Section 249.819 and Form 19b-4.
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 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>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>Temporary Rule Regarding Principal Trades With Certain Advisory Clients</i> (IA-3522) (issued December 21, 2012)	SEC registrants.	Effective December 28, 2012, and the expiration date for 17 CFR 275.206(3)-3T is extended to December 31, 2014.
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.
Interpretive Release, <i>Commission Guidance Regarding Definitions of Mortgage Related Security and Small Business Related Security</i> (34-67448) (issued July 17, 2012)	SEC registrants.	Effective July 20, 2012.
Interim Final Temporary Rule, <i>Extension of Temporary Registration of Municipal Advisors</i> (34-67901) (issued September 21, 2012)	Municipal advisors.	Effective September 30, 2012. This rule will extend the date on which temporary registrations filed in accordance with Rule 15Ba2-6T will expire from September 30, 2012, to September 30, 2013.
Interim Final Temporary Rule, <i>Extension of Interim Final Temporary Rule on Retail Foreign Exchange Transactions</i> (34-67405) (issued July 11, 2012)	Broker-dealers registered with the SEC.	Effective July 16, 2012.

PCAOB	Affects	Status
Significant Adoption Dates		
Auditing Standard 16, <i>Communications With Audit Committees</i> (issued August 15, 2012)	Auditors of public entities.	Effective for audits of fiscal years beginning on or after December 15, 2012.
Project in Request-for-Comment Stage		
Proposed Rule, <i>Proposed Framework for Reorganization of PCAOB Auditing Standards and Related Amendments to PCAOB Auditing Standards and Rules</i>	Auditors of public entities.	Comments due May 28, 2013.

GASB	Affects	Status
Significant Adoption Dates		
Statement 69, <i>Government Combinations and Disposals of Government Operations</i> (issued January 2013)	Governmental entities.	Effective for government combinations and disposals of government operations occurring in financial reporting periods beginning after December 15, 2013, and should be applied prospectively. Early application is encouraged.
Statement 68, <i>Accounting and Financial Reporting for Pensions</i> — an amendment of GASB Statement No. 27 (issued June 2012)	Governmental entities.	Effective for financial statements for fiscal years beginning after June 15, 2014. Early application is encouraged.
Statement 67, <i>Financial Reporting for Pension Plans</i> — an amendment of GASB Statement No. 25 (issued June 2012)	Governmental entities.	Effective for financial statements for fiscal years beginning after June 15, 2013. Early application is encouraged.
Statement 66, <i>Technical Corrections — 2012</i> — an amendment of GASB Statements No. 10 and No. 62 (issued March 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 March 2012)	Governmental entities.	Effective for financial statement periods beginning after December 15, 2012. Early application is encouraged.
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.
FASAB	Affects	Status
Significant Adoption Dates		
Statement 44, <i>Accounting for Impairment of General Property, Plant, and Equipment Remaining in Use</i> (issued January 3, 2013)	U.S. federal government entities.	Effective for periods beginning after September 30, 2014. Early application is encouraged.
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 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.
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
Significant Adoption Dates		
<i>Investment Entities</i> — amendments to IFRS 10, IFRS 12 and IAS 27 (issued October 31, 2012)	Entities reporting under IFRSs.	Effective for reporting periods beginning on or after January 1, 2014. Early application is permitted.
<i>Consolidated Financial Statements, Joint Arrangements and Disclosure of Interests in Other Entities: Transition Guidance</i> — amendments to IFRS 10, IFRS 11 and IFRS 12 (issued June 28, 2012)	Entities reporting under IFRSs.	Effective for annual periods beginning on or after January 1, 2013. Early application is permitted.
<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</i> — amendments to IFRS 1 (issued March 13, 2012)	Entities reporting under IFRSs.	Effective for annual periods beginning on or after January 1, 2013. Early application is permitted.

<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 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 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 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 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 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 for annual periods beginning on or after January 1, 2013. 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.
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		
IASB Exposure Draft ED/2013/2, <i>Novation of Derivatives and Continuation of Hedge Accounting</i> — proposed amendments to IAS 39 and IFRS 9 (issued February 28, 2013)	Entities reporting under IFRSs.	Comments due April 2, 2013.
IASB Exposure Draft ED/2012/5, <i>Clarification of Acceptable Methods of Depreciation and Amortisation</i> — proposed amendments to IAS 16 and IAS 38 (issued December 4, 2012)	Entities reporting under IFRSs.	Comments due April 2, 2013.
IFRS Proposal, ED/2012/6, <i>Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture</i> — proposed amendments to IFRS 10 and IAS 28 (issued December 13, 2012)	Entities reporting under IFRSs.	Comments due April 23, 2013.
IFRS Proposal, ED/2012/7, <i>Acquisition of an Interest in a Joint Operation</i> — proposed amendment to IFRS 11 (issued December 13, 2012)	Entities reporting under IFRSs.	Comments due April 23, 2013.
IASB Request for Comments, <i>Rate Regulation</i>	Entities reporting under IFRSs.	Comments due May 30, 2013.

IASB Exposure Draft ED/2013/3, <i>Financial Instruments: Expected Credit Losses</i>	Entities reporting under IFRSs.	Comments due July 5, 2013.
IASB Exposure Draft ED/2013/4, <i>Defined Benefit Plans: Employee Contributions</i> — proposed amendments to IAS 19	Entities reporting under IFRSs.	Comments due July 25, 2013.

Appendix B: Glossary of Standards

FASB Accounting Standards Codification Topic 946, *Financial Services — Investment Companies*

FASB Accounting Standards Codification Topic 850, *Related Party Disclosures*

FASB Accounting Standards Codification Topic 840, *Leases*

FASB Accounting Standards Codification Topic 825, *Financial Instruments*

FASB Accounting Standards Codification Topic 820, *Fair Value Measurement*

FASB Accounting Standards Codification Topic 815, *Derivatives and Hedging*

FASB Accounting Standards Codification Topic 740, *Income Taxes*

FASB Accounting Standards Codification Topic 270, *Interim Reporting*

FASB Accounting Standards Codification Subtopic 470-40, *Debt: Product Financing Arrangements*

FASB Accounting Standards Codification Subtopic 360-20, *Property, Plant, and Equipment: Real Estate Sales*

FASB Accounting Standards Codification Subtopic 205-20, *Presentation of Financial Statements: Discontinued Operations*

FASB Accounting Standards Update No. 2013-05, *Parent's Accounting for the Cumulative Translation Adjustment Upon Derecognition of Certain Subsidiaries or Groups of Assets Within a Foreign Entity or of an Investment in a Foreign Entity* — a consensus of the FASB Emerging Issues Task Force

FASB Accounting Standards Update No. 2013-04, *Obligations Resulting From Joint and Several Liability Arrangements for Which the Total Amount of the Obligation Is Fixed at the Reporting Date* — a consensus of the FASB Emerging Issues Task Force

FASB Accounting Standards Update No. 2013-03, *Clarifying the Scope and Applicability of a Particular Disclosure to Nonpublic Entities*

FASB Accounting Standards Update No. 2013-02, *Reporting of Amounts Reclassified Out of Accumulated Other Comprehensive Income*

FASB Accounting Standards Update No. 2013-01, *Clarifying the Scope of Disclosures About Offsetting Assets and Liabilities*

FASB Accounting Standards Update No. 2011-11, *Disclosures About Offsetting Assets and Liabilities*

FASB Accounting Standards Update No. 2011-04, *Amendments to Achieve Common Fair Value Measurement and Disclosure Requirements in U.S. GAAP and IFRSs*

FASB Proposed Accounting Standards Update, *Reporting Discontinued Operations*

FASB Proposed Accounting Standards Update, *Financial Instruments — Credit Losses*

FASB Proposed Accounting Standards Update, *Effective Control for Transfers With Forward Agreements to Repurchase Assets and Accounting for Repurchase Financings*

FASB Proposed Accounting Standards Update, *Clarifying the Scope of Disclosures About Offsetting Assets and Liabilities*

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

FASB Proposed Accounting Standards Update, *Revenue From Contracts With Customers*

FASB Proposed Accounting Standards Update, *Recognition and Measurement of Financial Assets and Financial Liabilities*

FASB Proposed Accounting Standards Update, *Inclusion of the Fed Funds Effective Swap Rate (or Overnight Index Swap Rate) as a Benchmark Interest Rate for Hedge Accounting Purposes* — a consensus of the FASB Emerging Issues Task Force

FASB Proposed Accounting Standards Update, *Presentation of an Unrecognized Tax Benefit When a Net Operating Loss Carryforward or Tax Credit Carryforward Exists* — a consensus of the FASB Emerging Issues Task Force

FASB Discussion Paper, *Invitation to Comment — Disclosure Framework*

FASB U.S. GAAP Financial Reporting Taxonomy Implementation Guide, *Other Comprehensive Income*

FASB U.S. GAAP Financial Reporting Taxonomy Implementation Guide, *Insurance Industry: Concentration of Credit Risk Disclosures*

FASB U.S. GAAP Financial Reporting Taxonomy Implementation Guide, *Insurance Industry: Reinsurance-Related Disclosures*

FASB U.S. GAAP Financial Reporting Taxonomy Implementation Guide, *Segment Reporting*

FASB U.S. GAAP Financial Reporting Taxonomy Implementation Guide, *Subsequent Events*

FASB U.S. GAAP Financial Reporting Taxonomy Style Guide, *Definition Components & Structure*

FASB Statement No. 109, *Accounting for Income Taxes*

FAF Request for Comment, *GASB's Scope of Authority: Proposed Changes to Agenda-Setting Process*

EITF Issue No. 13-C, "Presentation of a Liability for an Unrecognized Tax Benefit When a Net Operating Loss Carryforward or Tax Credit Carryforward Exists"

EITF Issue No. 13-B, "Accounting for Investments in Tax Credits"

EITF Issue No. 13-A, "Inclusion of the Fed Funds Effective Swap Rate as a Benchmark Interest Rate for Hedge Accounting Purposes"

EITF Issue No. 12-H, "Accounting for Service Concession Arrangements"

EITF Issue No. 12-G, "Accounting for the Difference Between the Fair Value of Assets and Fair Value of Liabilities of a Consolidated Collateralized Financing Entity"

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

EITF Issue No. 12-D, "Accounting for Obligations Resulting From Joint and Several Liability Arrangements for Which the Total Amount of the Obligation Is Fixed at the Reporting Date"

EITF Issue No. 12-B, "Not-for-Profit Entities: Services Received From Personnel of an Affiliate for Which the Affiliate Does Not Seek Compensation"

EITF Issue No. 11-A, "Parent's Accounting for the Cumulative Translation Adjustment Upon Derecognition of Certain Subsidiaries or Groups of Assets Within a Foreign Entity or of an Investment in a Foreign Entity"

EITF Topic No. D-96, "Accounting for Management Fees Based on a Formula"

AICPA Statement on Auditing Standards No. 127, *Omnibus Statement on Auditing Standards — 2013*

AICPA Statement on Auditing Standards No. 122, *Statements on Auditing Standards: Clarification and Recodification*

AICPA *Professional Standards*, AU-C Section 800, "Special Considerations — Audits of Financial Statements Prepared in Accordance With Special Purpose Frameworks"

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

AICPA Technical Practice Aids, TIS Section 9110.23, "Modification of Compliance Report When Financial Statements Are Audited in Accordance With GAAS"

AICPA Technical Practice Aids, TIS Section 9110.22, "Use of Restricted Alert Language When Financial Statements Are Audited in Accordance with GAAS and Government Auditing Standards"

AICPA Technical Practice Aids, TIS Section 9110.21, "Reporting on Current-Value Financial Statements That Supplement Historical-Cost Financial Statements in Presentations of Real Estate Entities"

AICPA Technical Practice Aids, TIS Section 9100.07, "Naming the City and State Where the Auditor Practices"

AICPA Technical Practice Aids, TIS Sections 8810.01–.41, "Audits of Group Financial Statements and Work of Others"

AICPA Technical Practice Aids, TIS Section 6910.35, "Assessing Control When Measuring Fair Value"

AICPA Technical Practice Aids, TIS Section 6910.34, "Application of the Notion of Value Maximization for Measuring Fair Value of Debt and Controlling Equity Positions"

AICPA Audit and Accounting Guide, *Prospective Financial Information*

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

AICPA Audit Guide, *Special Considerations in Auditing Financial Statements*

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

AICPA Practice Aid, *Related-Party Audit Considerations: A Case Study Approach*

AICPA Audit Risk Alert, *Independence and Ethics Developments*

AICPA Audit Risk Alert, *Understanding the Clarified Auditing Standards*

SEC Regulation S-X, Rule 3-14, "Special Instructions for Real Estate Operations to Be Acquired"

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

SEC Final Rule Release No. 34-68668, *Lost Securityholders and Unresponsive Payees*

SEC Final Rule Release No. 33-9382, *Adoption of Updated EDGAR Filer Manual*

PCAOB Release No. 2013-002, *Proposed Framework for Reorganization of PCAOB Auditing Standards and Related Amendments to PCAOB Auditing Standards and Rules*

GASB Statement No. 69, *Government Combinations and Disposals of Government Operations*

GASB Statement No. 40, *Deposit and Investment Risk Disclosures* — an amendment of GASB Statement No. 3

GASB Statement No. 30, *Risk Financing Omnibus* — an amendment of GASB Statement No. 10

GASB Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*

GASB Statement No. 3, *Deposits With Financial Institutions, Investments (Including Repurchase Agreements), and Reverse Repurchase Agreements*

FASAB Statement No. 44, *Accounting for Impairment of General Property, Plant, and Equipment Remaining in Use*

FASAB Exposure Draft, *Implementation Guidance for General Property, Plant, and Equipment Cost Accumulation, Assignment and Allocation*

Federal Reserve Statement, *Supplemental Policy Statement on the Internal Audit Function and Its Outsourcing*

IFRS 12, *Disclosure of Interests in Other Entities*

IFRS 11, *Joint Arrangements*

IFRS 10, *Consolidated Financial Statements*

IFRS 9, *Financial Instruments*

IFRS 5, *Non-current Assets Held for Sale and Discontinued Operations*

IFRS 1, *First-time Adoption of International Financial Reporting Standards*

IAS 39, *Financial Instruments: Recognition and Measurement*

IAS 37, *Provisions, Contingent Liabilities and Contingent Assets*

IAS 36, *Impairment of Assets*

IAS 34, *Interim Financial Reporting*

IAS 19, *Employee Benefits*

IAS 17, *Leases*

IASB Exposure Draft, *Financial Instruments: Expected Credit Losses*

IASB Exposure Draft, *Revenue From Contracts With Customers*

IASB Exposure Draft, *Defined Benefit Plans: Employee Contributions* — proposed amendments to IAS 19

IASB Exposure Draft, *Recoverable Amount Disclosures for Non-financial Assets* — proposed amendments to IAS 36

IASB Exposure Draft, *Novation of Derivatives and Continuation of Hedge Accounting* — proposed amendments to IAS 39 and IFRS 9

ISA 610 (Revised), *Using the Work of Internal Auditors*

IIA Position Paper, *The Three Lines of Defense in Effective Risk Management and Control*

IAASB Consultation Paper, *A Framework for Audit Quality*

IES 5 (Revised), *Practical Experience Requirements for Aspiring Professional Accountants*

IES 1 (Revised), *Entry Requirements to Professional Accounting Education Programs*

IVSC Discussion Paper, *Valuation of Liabilities*

Basel Committee Guidance, *Principles for Effective Risk Data Aggregation and Risk Reporting*

Basel Committee Guidance, *Basel III: The Liquidity Coverage Ratio and Liquidity Risk Monitoring Tools*

Appendix C: Abbreviations

AICPA	American Institute of Certified Public Accountants	IAESB	International Accounting Education Standards Board
AOCI	accumulated other comprehensive income	IAS	International Accounting Standard
ASAF	Accounting Standards Advisory Forum	IASB	International Accounting Standards Board
ASC	FASB Accounting Standards Codification	IES	International Education Standard
ASU	FASB Accounting Standards Update	IESBA	International Ethics Standards Board for Accountants
AU-C	U.S. Clarified Auditing Standards	IFAC	International Federation of Accountants
BIS	Bank for International Settlements	IFRIC	International Financial Reporting Interpretations Committee
CAQ	Center for Audit Quality	IFRS	International Financial Reporting Standard
CEO	chief executive officer	IIA	Institute of Internal Auditors
CFE	collateralized financing entity	IOSCO	International Organization of Securities Commissions
CFO	chief financial officer	IPSASB	International Public Sector Accounting Standards Board
COSO	Committee of Sponsoring Organizations of the Treadway Commission	IPTF	International Practices Task Force
CPE	continuing professional education	ISA	International Standard on Auditing
CTA	cumulative translation adjustment	IVSC	International Valuation Standards Council
DP	discussion paper	LIBOR	London Interbank Offered Rate
ED	exposure draft	OCI	other comprehensive income
EDGAR	Electronic Data Gathering, Analysis, and Retrieval	OIS	overnight indexed swap
EDT	Eastern Daylight Time	PCAOB	Public Company Accounting Oversight Board
EITF	Emerging Issues Task Force	PCC	Private Company Council
FAF	Financial Accounting Foundation	Q&As	questions and answers
FAQs	frequently asked questions	SAS	Statement on Auditing Standards
FASAB	Federal Accounting Standards Advisory Board	SEC	Securities and Exchange Commission
FASB	Financial Accounting Standards Board	SMEs	small and medium-sized entities
FRM	SEC Financial Reporting Manual	SQCS	Statement on Quality Control Standards
FV-NI	fair value through net income	SSARS	Statement on Standards for Accounting and Review Services
FV-OCI	fair value through other comprehensive income	TIS	Technical Inquiry Service
G-PP&E	general property, plant, and equipment	TPA	Technical Practice Aid
GAAP	generally accepted accounting principles	XBRL	eXtensible Business Reporting Language
GASB	Governmental Accounting Standards Board		
IAASB	International Auditing and Assurance Standards Board		

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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 (FASB); www.fasb.org/eitf/agenda.shtml (EITF); www.aicpa.org (AICPA); www.sec.gov (SEC); www.fasab.gov (FASAB); www.gasb.org (GASB); and www.ifrs.org — or on www.iasplus.com/en (IASB and IFRS Interpretations Committee).

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