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# Quarterly Accounting Roundup

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To our clients, colleagues, and other friends:

Welcome to *Quarterly Accounting Roundup: First Quarter — 2023*. Recent accounting, auditing, and regulatory developments addressed in this issue include:

- The FASB's release of (1) an Accounting Standards Update (ASU) that defers the sunset date of the guidance in ASC 848<sup>1</sup> on reference rate reform and (2) a proposed ASU that would enhance the income tax disclosure requirements in ASC 740.
- The Financial Accounting Foundation's (FAF's) launch of free online access to the *FASB Accounting Standards Codification*<sup>®</sup> and *Governmental Accounting Research System*<sup>™</sup>.
- The AICPA's release of guidance on group financial statements.
- The publication of a joint Center for Audit Quality (CAQ) and Deloitte report on audit committee practices.
- The PCAOB's issuance of a proposed standard on audit confirmation.
- SEC Chief Accountant Paul Munter's release of statements on (1) the responsibilities of lead auditors when high-quality audits involving other auditors are being conducted and (2) enhancing the FASB's standard-setting process.
- The SEC's reproposal of a rule on prohibiting conflicts of interest in certain securitizations as well as its issuance of two proposals related to cybersecurity risks for broker-dealers, investment advisers, and certain other market participants.

<sup>1</sup> For titles of FASB Accounting Standards Codification (ASC) references, see Deloitte's "[Titles of Topics and Subtopics in the FASB Accounting Standards Codification](#)."

We value your feedback and would appreciate any comments you may have on *Quarterly Accounting Roundup*. Take a moment to tell us what you think by sending us an e-mail at [usaccountingservices@deloitte.com](mailto:usaccountingservices@deloitte.com).

For the latest news and publications, visit [Deloitte Accounting Research Tool \(DART\)](#), a comprehensive online library of accounting and financial disclosure literature, including Deloitte's own interpretive guidance and publications. For a digest of news, developments, and Deloitte publications related to predominantly U.S. accounting topics, [subscribe](#) to *Weekly Accounting Roundup*. Also see our [Twitter](#) feed for up-to-date information on the latest news, research, events, and more.

## Featured Publications

In the first quarter of 2023, Deloitte issued the following new and updated annual publications:

- [Life Sciences Industry Accounting Guide](#) (March 2023) — Discusses relevant topics affecting the life sciences industry over the past year, including research and development costs, acquisitions and divestitures, consolidation, contingencies, revenue recognition, income taxes, financial instruments, and financial statement presentation and disclosure. In addition, the updated guide discusses (1) accounting and financial reporting considerations associated with the current macroeconomic and geopolitical environment and COVID-19 pandemic that apply specifically to the life sciences industry; (2) environmental, social, and governance matters that have become topics of increased focus; and (3) the potential impact of the Inflation Reduction Act.
- [Technology Industry Accounting Guide](#) (March 2023) — The inaugural edition of this publication addresses complex issues faced by finance and accounting professionals in the technology industry. The purpose of the guide is to help technology entities work through some of the more difficult accounting and financial reporting issues related to matters such as revenue recognition, software-related costs, acquisitions and divestitures, consolidation, stock-based compensation, leases, financial instruments, income taxes, digital assets, initial public offerings, and disclosures of non-GAAP measures and metrics.
- [Non-GAAP Financial Measures and Metrics](#) (January 2023) — This Roadmap combines the SEC's guidance on non-GAAP measures with Deloitte's interpretations and examples in a comprehensive, reader-friendly format. The 2023 edition of this publication reflects recent developments related to non-GAAP measures, key performance indicators, and metrics. Such developments include the SEC's issuance of new and updated interpretive guidance on non-GAAP measures.

Since the previous issuance of *Quarterly Accounting Roundup*, Deloitte has also released *Heads Up* newsletters on (1) the impact of the EU's corporate sustainability reporting directive on U.S. companies ([January 9, 2023](#)); (2) recent FASB and SEC activities related to crypto assets ([December 23, 2022](#)); and (3) the FASB's ASU that defers the sunset date of its guidance on reference rate reform ([December 21, 2022](#)).

In addition, on February 1, 2023, Deloitte issued a [Financial Reporting Alert](#) newsletter that discusses accounting and financial reporting considerations related to the "two-pillar" international tax approach (the "Pillar Two rules") developed by the Organisation for Economic Co-operation and Development (OECD), which includes establishing a global minimum corporate tax rate of 15 percent. The purpose of the Pillar Two rules is to ensure that large multinational enterprise groups pay a minimum level of tax on the income arising in each of the jurisdictions in which they operate.

# Accounting — Newly Effective Standards for Public Business Entities

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- [Reference Rate Reform](#)
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## Credit Losses

### FASB ASU 2022-02 Amends Requirements Related to Troubled Debt Restructurings and Vintage Disclosures

**Affects:** All entities.

**Summary:** The FASB issued [ASU 2022-02](#)<sup>2</sup> on March 31, 2022. The ASU eliminates the accounting guidance on troubled debt restructurings (TDRs) for creditors in ASC 310-40 and amends the guidance on “vintage disclosures” to require disclosure of current-period gross write-offs by year of origination. In addition, the ASU updates the requirements related to accounting for credit losses under ASC 326 and adds enhanced disclosures for creditors.

**Next Steps:** For entities that have already adopted ASU 2016-13,<sup>3</sup> the amendments in ASU 2022-02 are effective for fiscal years beginning after December 15, 2022, including interim periods within those fiscal years. For entities that have not yet adopted ASU 2016-13, the amendments in ASU 2022-02 are effective upon adoption of ASU 2016-13. Entities are permitted to early adopt these amendments, including adoption in any interim period, provided that the amendments are adopted as of the beginning of the annual reporting period that includes the interim period of adoption. In addition, entities are permitted to elect to early adopt the amendments related to TDR accounting and disclosure enhancements separately from the amendments related to vintage disclosures.

**Other Resources:** Deloitte’s April 4, 2022, [Heads Up](#) and Roadmap [Current Expected Credit Losses](#).

## Hedge Accounting

### FASB ASU 2022-01 Clarifies Hedge Accounting Guidance

**Affects:** All entities.

**Summary:** The FASB issued [ASU 2022-01](#)<sup>4</sup> on March 28, 2022, to clarify the guidance in ASC 815 on fair value hedge accounting of interest rate risk for portfolios of financial assets. The ASU amends the guidance in [ASU 2017-12](#)<sup>5</sup> (released on August 28, 2017) that, among other things, established the “last-of-layer” method for making the fair value hedge accounting for these portfolios more accessible. ASU 2022-01 renames that method the “portfolio layer” method and addresses feedback from stakeholders regarding its application.

**Next Steps:** For public business entities (PBEs), the amendments in ASU 2022-01 are effective for fiscal years beginning after December 15, 2022, and interim periods within those fiscal years. For all other entities, the amendments are effective for fiscal years beginning after December 15, 2023, and interim periods within those fiscal years.

**Other Resources:** Deloitte’s March 29, 2022, [Heads Up](#) and Roadmap [Hedge Accounting](#).

<sup>2</sup> FASB Accounting Standards Update No. 2022-02, *Troubled Debt Restructurings and Vintage Disclosures*.

<sup>3</sup> FASB Accounting Standards Update No. 2016-13, *Measurement of Credit Losses on Financial Instruments*.

<sup>4</sup> FASB Accounting Standards Update No. 2022-01, *Fair Value Hedging — Portfolio Layer Method*.

<sup>5</sup> FASB Accounting Standards Update No. 2017-12, *Targeted Improvements to Accounting for Hedging Activities*.

## Insurance Contracts

### FASB ASU 2018-12 Makes Targeted Improvements to the Accounting for Certain Long-Duration Insurance Contracts and ASU 2022-05 Provides Implementation Relief Related to Sold Contracts

**Affects:** All entities.

**Summary:** The FASB issued [ASU 2018-12](#)<sup>6</sup> on August 15, 2018, to amend the accounting and disclosure model for certain long-duration insurance contracts under U.S. GAAP. The goal of the ASU's amendments is to improve the following aspects of financial reporting related to long-duration insurance contracts:

- Measurement of the liability for future policy benefits related to nonparticipating traditional and limited-payment contracts.
- Measurement and presentation of market risk benefits.
- Amortization of deferred acquisition costs.
- Presentation and disclosures.

Further, the FASB issued [ASU 2022-05](#)<sup>7</sup> on December 15, 2022, to introduce an optional accounting policy election under which insurers can choose not to apply the guidance in ASU 2018-12 to certain contracts that are derecognized as a result of a sale or disposal before the effective date of ASU 2018-12. Insurers that elect this accounting policy election would also be subject to additional disclosure requirements on a transaction-by-transaction basis.

**Next Steps:** The original effective date of ASU 2018-12 was deferred by [ASUs 2019-09](#)<sup>8</sup> and [2020-11](#).<sup>9</sup> For PBEs that meet the definition of an SEC filer, excluding entities eligible to be smaller reporting companies as defined by the SEC, the amendments in this ASU are now effective for fiscal years beginning after December 15, 2022, and interim periods within those fiscal years. For all other entities, the amendments are effective for fiscal years beginning after December 15, 2024, and interim periods within fiscal years beginning after December 15, 2025. The effective date of ASU 2022-05 is aligned with that of ASU 2018-12 (as amended by ASU 2020-11).

**Other Resources:** Deloitte's December 18, 2022, [Heads Up](#). Also see the [press release](#) on the FASB's Web site.

## Reference Rate Reform

### FASB ASU 2022-06 Defers the Sunset Date of ASC 848

**Affects:** All entities.

**Summary:** The FASB issued [ASU 2022-06](#)<sup>10</sup> on December 21, 2022, to defer the sunset date of the guidance in ASC 848 on reference reform (which was established by ASU 2020-04<sup>11</sup>) until December 31, 2024. The ASU became effective upon issuance.

**Other Resources:** Deloitte's December 21, 2022, [Heads Up](#) and Roadmap [Hedge Accounting](#). Also see the [press release](#) on the FASB's Web site.

<sup>6</sup> FASB Accounting Standards Update No. 2018-12, *Targeted Improvements to the Accounting for Long-Duration Contracts*.

<sup>7</sup> FASB Accounting Standards Update No. 2022-05, *Financial Services — Insurance (Topic 944): Transition for Sold Contracts*.

<sup>8</sup> FASB Accounting Standards Update No. 2019-09, *Financial Services — Insurance (Topic 944): Effective Date*.

<sup>9</sup> FASB Accounting Standards Update No. 2020-11, *Financial Services — Insurance (Topic 944): Effective Date and Early Application*.

<sup>10</sup> FASB Accounting Standards Update No. 2022-06, *Reference Rate Reform (Topic 848): Deferral of the Sunset Date of Topic 848*.

<sup>11</sup> FASB Accounting Standards Update No. 2020-04, *Facilitation of the Effects of Reference Rate Reform on Financial Reporting*.

## Revenue Recognition

### FASB ASU 2021-08 Provides Guidance on Recognizing and Measuring Contract Assets and Contract Liabilities From Contracts With Customers Recognized in a Business Combination

**Affects:** All entities.

**Summary:** The FASB issued [ASU 2021-08](#)<sup>12</sup> on October 28, 2021, to amend ASC 805 to “require acquiring entities to apply Topic 606 to recognize and measure contract assets and contract liabilities in a business combination.” Under current GAAP, an acquirer generally recognizes such items at fair value on the acquisition date.

**Next Steps:** The ASU’s amendments are effective for PBEs for fiscal years beginning after December 15, 2022, including interim periods within those fiscal years. For all other entities, the amendments are effective for fiscal years beginning after December 15, 2023, including interim periods within those fiscal years. The amendments should be applied prospectively to business combinations occurring on or after the effective date of the amendments.

**Other Resources:** Deloitte’s November 2, 2021, [Heads Up](#) and Roadmaps [Business Combinations](#) and [Revenue Recognition](#).

## Supplier Finance Programs

### FASB ASU 2022-04 Requires Entities to Provide Enhanced Disclosures About Supplier Finance Programs

**Affects:** All entities.

**Summary:** The FASB issued [ASU 2022-04](#)<sup>13</sup> on September 29, 2022, to enhance transparency related to an entity’s use of supplier finance programs. Under the ASU, the buyer in a supplier finance program is required to disclose information about the key terms of the program, outstanding confirmed amounts as of the end of the period, a rollforward of such amounts during each annual period, and a description of where in the financial statements outstanding amounts are presented.

**Next Steps:** The amendments in ASU 2022-04 are effective for all entities for fiscal years beginning after December 15, 2022, including interim periods within those fiscal years, except for the disclosure of rollforward information, which is effective for fiscal years beginning after December 15, 2023. Early adoption is permitted.

**Other Resources:** Deloitte’s September 30, 2022, [Heads Up](#) and Roadmap [Issuer’s Accounting for Debt](#).

<sup>12</sup> FASB Accounting Standards Update No. 2021-08, *Accounting for Contract Assets and Contract Liabilities From Contracts With Customers*.

<sup>13</sup> FASB Accounting Standards Update No. 2022-04, *Disclosure of Supplier Finance Program Obligations*.

## International

### IASB's New Standard on Insurance Contracts

**Affects:** Entities reporting under IFRS® Accounting Standards.

**Summary:** The IASB released its new insurance contracts standard, IFRS 17,<sup>14</sup> on May 18, 2017. IFRS 17 supersedes IFRS 4 and establishes principles for the recognition, measurement, presentation, and disclosure of insurance contracts. The main objective of IFRS 17 is to reduce the diversity in practice that arose under IFRS 4, which allowed companies “to carry on accounting for insurance contracts using national accounting standards, resulting in a multitude of different approaches.” The new standard increases comparability “by requiring all insurance contracts to be accounted for in a consistent manner.”

Since the publication of the original standard, the IASB has also released (1) amendments<sup>15</sup> that address concerns and implementation challenges identified after the standard was released in 2017 (these amendments included a deferral of the original effective date by two years) and (2) an amendment<sup>16</sup> to the transition requirements of IFRS 17 for entities that first apply IFRS 17 and IFRS 9 at the same time.

**Next Steps:** IFRS 17 is now effective for annual periods beginning on or after January 1, 2023, and should be applied retrospectively. Early application is permitted.

**Other Resources:** Deloitte's [May 18, 2017](#); [June 29, 2020](#); and [December 15, 2021](#), *IFRS in Focus* newsletters. Also see the [press release](#) on the IASB's Web site.

### IASB Amendments Revise Guidance on Accounting Estimates and Disclosure of Accounting Policies

**Affects:** Entities reporting under IFRS Accounting Standards.

**Summary:** The IASB released the following two related sets of amendments on February 12, 2021, to revise its guidance on accounting estimates and disclosure of accounting policies:

- Amendments<sup>17</sup> to IAS 1<sup>18</sup> and IFRS Practice Statement 2<sup>19</sup> that are intended to enhance entities' disclosures about accounting policies. The IAS 1 amendments “require companies to disclose their material accounting policy information rather than their significant accounting policies,” while the “amendments to IFRS Practice Statement 2 provide guidance on how to apply the concept of materiality to accounting policy disclosures.”
- Amendments<sup>20</sup> that clarify the definition of accounting estimates in IAS 8.<sup>21</sup> Specifically, these amendments define accounting estimates as “monetary amounts in financial statements that are subject to measurement uncertainty.” In addition, these amendments explain “how companies should distinguish changes in accounting policies from changes in accounting estimates.”

**Next Steps:** Both sets of amendments are effective for annual reporting periods beginning on or after January 1, 2023. Early application is permitted.

**Other Resources:** Deloitte's [February 12, 2021](#), and [February 15, 2021](#), *IFRS in Focus* newsletters. Also see the [press release](#) on the IASB's Web site.

<sup>14</sup> IFRS 17, *Insurance Contracts*.

<sup>15</sup> IASB Amendments, *Amendments to IFRS 17*.

<sup>16</sup> IASB Amendments, *Initial Application of IFRS 17 and IFRS 9 — Comparative Information* — amendment to IFRS 17.

<sup>17</sup> IASB Amendments, *Disclosure of Accounting Policies* — amendments to IAS 1 and IFRS Practice Statement 2.

<sup>18</sup> IAS 1, *Presentation of Financial Statements*.

<sup>19</sup> IFRS Practice Statement 2, *Making Materiality Judgements*.

<sup>20</sup> IASB Amendments, *Definition of Accounting Estimates* — amendments to IAS 8.

<sup>21</sup> IAS 8, *Accounting Policies, Changes in Accounting Estimates and Errors*.

## **IASB Amendments Clarify Guidance in IAS 12 on Deferred Taxes Related to Assets and Liabilities Arising From a Single Transaction**

**Affects:** Entities reporting under IFRS Accounting Standards.

**Summary:** The IASB released targeted amendments<sup>22</sup> to IAS 12<sup>23</sup> on May 7, 2021, to clarify that the initial recognition exemption related to deferred taxes does not apply to transactions such as leases and decommissioning obligations. Thus, entities must recognize deferred taxes for these transactions.

**Next Steps:** The amendments are effective for annual reporting periods beginning after January 1, 2023. Early application is permitted.

**Other Resources:** Deloitte's May 7, 2021, [IFRS in Focus](#).

<sup>22</sup> IASB Amendments, *Deferred Tax Related to Assets and Liabilities Arising From a Single Transaction*.

<sup>23</sup> IAS 12, *Income Taxes*.

# Accounting — Exposure Drafts

## In This Section

- [Income Taxes](#)
  - [FASB Proposes Enhancements to Income Tax Disclosure Requirements](#)

## Income Taxes

### FASB Proposes Enhancements to Income Tax Disclosure Requirements

**Affects:** All entities.

**Summary:** On March 15, 2023, the FASB issued a [proposed ASU](#)<sup>24</sup> that would establish new income tax disclosure requirements in addition to modifying or eliminating certain requirements. The purpose of the proposal is to improve the usefulness of income tax information for financial statement users while addressing investors' requests for greater transparency (particularly with respect to jurisdictional information) regarding the rate reconciliation and income taxes paid.

**Next Steps:** Comments on the proposed ASU are due by May 30, 2023.

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

<sup>24</sup> FASB Proposed Accounting Standards Update, *Improvements to Income Tax Disclosures*.



# Accounting — Other Key Developments

## In This Section

- [Codification](#)
  - [FAF Grants Free Online Access to FASB Codification and GARS](#)
- [Crypto Assets](#)
  - [AICPA Digital Assets Working Group Updates Q&A on Accounting for Crypto Lending Arrangements](#)
- [Income Taxes](#)
  - [FASB Makes Announcement Regarding OECD Pillar Two Rules](#)

## Codification

### FAF Grants Free Online Access to FASB Codification and GARS

**Affects:** All entities.

**Summary:** On February 27, 2023, the Financial Accounting Foundation (FAF) officially launched its free online access to the *FASB Accounting Standards Codification*<sup>®</sup> and the *Governmental Accounting Research System*<sup>™</sup> (GARS); accordingly, the previous paid “Professional View” subscription tier is being eliminated. The FAF has indicated that its aim in granting free access to the Codification and GARS is to enhance the accessibility of accounting standards for both stakeholders and the wider public.

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

## Crypto Assets

### AICPA Digital Assets Working Group Updates Q&A on Accounting for Crypto Lending Arrangements

**Affects:** All entities.

**Summary:** In February 2023, the AICPA’s Digital Assets Working Group updated Q&A 25 of its practice aid *Accounting for and Auditing of Digital Assets* to reflect the SEC staff’s views on accounting for crypto lending transactions. Specifically, the staff has stated its belief that, in the scenario addressed in the Q&A, “it would be appropriate . . . to conclude that the lender transferred control of the crypto asset such that the asset should be derecognized by the lender.”

## Income Taxes

### FASB Makes Announcement Regarding OECD Pillar Two Rules

**Affects:** All entities.

**Summary:** At its February 1, 2023, meeting, the FASB announced that the global minimum tax imposed under the Pillar Two rules, as published by the OECD, is an alternative minimum tax and that deferred taxes would not be recognized or adjusted for the effect of global minimum taxes that conform to such Pillar Two rules. Accordingly, the incremental effects of such taxes would be accounted for as a period cost (i.e., the increase in tax payable would only be reflected in an entity’s financial statements after a law is actually effective).

**Other Resources:** Deloitte’s February 1, 2023, *Financial Reporting Alert*.

# Auditing Developments

## In This Section

- [AICPA](#)
  - [AICPA Issues Guidance on Audits of Group Financial Statements](#)
- [CAQ](#)
  - [CAQ and Deloitte Issue Report on Audit Committee Practices](#)
- [PCAOB](#)
  - [PCAOB Issues Proposed Standard on the Auditor's Use of Confirmation](#)

## AICPA

### AICPA Issues Guidance on Audits of Group Financial Statements

**Affects:** Auditors.

**Summary:** On March 6, 2023, the AICPA's Auditing Standards Board (ASB) published the following guidance related to audits of group financial statements:

- [SAS 149](#)<sup>25</sup> — “[S]hifts the auditor’s approach in determining the components at which to perform audit work from identifying ‘significant components’ to using professional judgment based on assessed risk.”
- [SQMS 3](#)<sup>26</sup> — Among other amendments, conforms the language in QM Sections 10 and 20 to that used in SAS 149.

**Next Steps:** SAS 149 is effective for group financial statement audits for periods ending on or after December 15, 2026. SQMS 3’s amendment to QM Section 10 “is effective concurrently with a firm’s implementation of SQMS Nos. 1 and 2 on December 15, 2025,” while its amendment to QM Section 20 “is effective for . . . audits or reviews of financial statements for periods beginning on or after December 15, 2025, and . . . other engagements in the firm’s accounting and auditing practice beginning on or after December 15, 2025.”

## CAQ

### CAQ and Deloitte Issue Report on Audit Committee Practices

**Affects:** Audit committees.

**Summary:** On January 13, 2023, the CAQ, in collaboration with Deloitte’s Center for Board Effectiveness, issued a [report](#)<sup>27</sup> that consists of a “survey of 164 audit committee members of primarily large-cap, public companies in the U.S.” The report “provides insight into shifting oversight priorities and practices related to audit committee composition.”

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

## PCAOB

### PCAOB Issues Proposed Standard on the Auditor’s Use of Confirmation

**Affects:** Registered public accounting firms.

**Summary:** On December 20, 2022, the PCAOB issued for public comment a [proposed standard](#)<sup>28</sup> that would supersede its guidance on an auditor’s use of confirmation. The purpose of the proposed guidance would be “to improve the quality of audits when confirmation is used by the auditor and to reflect changes in the means of communication and in business practice since the standard was originally issued.”

Comments on the proposed standard were due by February 20, 2023.

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

<sup>25</sup> AICPA Statement on Auditing Standards No. 149, *Special Considerations — Audits of Group Financial Statements (Including the Work of Component Auditors and Audits of Referred-to Auditors)*.

<sup>26</sup> AICPA Statement on Quality Management Standards No. 3, *Amendments to QM Sections 10, A Firm’s System of Quality Management, and 20, Engagement Quality Reviews*.

<sup>27</sup> CAQ Audit Committee Practices Report, *Priorities and Committee Composition*.

<sup>28</sup> PCAOB Release No. 2022-009, *Proposed Auditing Standard — The Auditor’s Use of Confirmation, and Other Proposed Amendments to PCAOB Standards*.

# Regulatory and Compliance Developments

## In This Section

- SEC
  - SEC Chief Accountant Releases Statements
  - SEC Proposes Guidance on Cybersecurity Risk
  - SEC Releases Proposed Rule on Safeguarding Customer Information
  - SEC Proposes Updates to Regulation SCI
  - SEC Issues Final Rule to Extend EDGAR Filing Hours for Form 144
  - SEC Amends Settlement Cycle for Transactions Related to Broker-Dealer Securities
  - SEC Issues Proposal on Safeguarding Investors' Assets
  - SEC Issues Proposal Related to Privacy Act Regulations
  - SEC Staff Updates C&DIs
  - SEC Issues Proposal on Ethics Rules for SEC Members and Employees
  - SEC Reproposes Rule on Prohibiting Conflicts of Interest in Certain Securitizations
  - SEC Staff Updates Financial Reporting Manual

## SEC

### SEC Chief Accountant Releases Statements

**Affects:** Auditors and SEC registrants.

**Summary:** On March 17, 2023, SEC Chief Accountant Paul Munter released a [statement](#) on the responsibilities of lead auditors when high-quality audits involving other auditors are being conducted. Mr. Munter observed that it is the role of the lead auditor, and especially the lead engagement partner, “to ensure investor protections by safeguarding against engagement performance failures due to inadequate planning, supervision, and oversight of other auditors.” Specific topics addressed in the statement include the following:

- The impact of other auditors in a global audit.
- Observations related to the use of other auditors.
- The importance of quality controls when using the work of other auditors.
- Roles of network firms.
- Independence considerations for network-member firms.
- Good practices for audit committees and issuers.

In addition, on February 14, 2023, Mr. Munter released a [statement](#) on the importance of high-quality standard setting in a rapidly evolving business environment. While noting that “there are continued opportunities for improvement to the standard-setting process,” Mr. Munter also emphasized the recent progress the FASB has made with reprioritizing many of the projects on its agenda to meet the needs of investors in a timely manner. These projects include disaggregation of income statement expenses, accounting for and disclosure of crypto assets, improvements to income tax disclosures, and segment reporting.

### SEC Proposes Guidance on Cybersecurity Risk

**Affects:** Clearing agencies, major security-based swap participants, and certain other entities (under the proposed rule) and registered investment advisers and certain other entities (under the reopened proposal).

**Summary:** On March 15, 2023, the SEC issued a [proposed rule](#)<sup>29</sup> that would require certain “market entities” (as that term is defined in the proposal) to address their cybersecurity risks by (1) implementing certain policies and procedures, (2) immediately notifying the SEC about significant cybersecurity incidents and “reporting detailed information to the Commission about” such incidents, and (3) providing “public disclosures that would improve transparency with respect to cybersecurity risks and significant cybersecurity incidents.”

In addition, on this same date, the SEC issued a [release](#)<sup>30</sup> reopening the comment period for its February 2022 [proposed rule](#)<sup>31</sup> on cybersecurity risk management. The reopening of the comment period is intended to give respondents the opportunity to provide additional feedback in view of (1) regulatory developments that have occurred since the proposal's initial release and (2) other recently issued SEC proposals related to cybersecurity risk management and disclosure.

<sup>29</sup> SEC Proposed Rule Release No. 34-97142, *Cybersecurity Risk Management Rule for Broker-Dealers, Clearing Agencies, Major Security-Based Swap Participants, the Municipal Securities Rulemaking Board, National Securities Associations, National Securities Exchanges, Security-Based Swap Data Repositories, Security-Based Swap Dealers, and Transfer Agents.*

<sup>30</sup> SEC Proposed Rule Release No. 33-11167, *Reopening of Comment Period for “Cybersecurity Risk Management for Investment Advisers, Registered Investment Companies, and Business Development Companies.”*

<sup>31</sup> SEC Proposed Rule Release No. 33-11028, *Cybersecurity Risk Management for Investment Advisers, Registered Investment Companies, and Business Development Companies.*

**Next Steps:** Comments on both proposals are due 60 days after the date of their publication in the *Federal Register*.

**Other Resources:** For more information, see the press releases on the [new proposal](#) and [reopened proposal](#) on the SEC's Web site.

## SEC Releases Proposed Rule on Safeguarding Customer Information

**Affects:** Broker-dealers, investment companies, registered investment advisers, and transfer agents.

**Summary:** On March 15, 2023, the SEC issued a [proposed rule](#)<sup>32</sup> that would amend Regulation S-P to “enhance the protection of customer information.” The amendments include “requiring broker-dealers, investment companies, registered investment advisers, and transfer agents to provide notice to individuals affected by certain types of data breaches that may put them at risk of identity theft or other harm.” One of the primary goals of the proposal is to “update the rule’s requirements to address the expanded use of technology and corresponding risks since the Commission originally adopted Regulation S-P in 2000.”

**Next Steps:** Comments on the proposed rule are due 60 days after the date of its publication in the *Federal Register*.

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

## SEC Proposes Updates to Regulation SCI

**Affects:** Self-regulatory organizations and certain other entities.

**Summary:** On March 15, 2023, the SEC issued a [proposed rule](#)<sup>33</sup> that would “expand and update Regulation Systems Compliance and Integrity (SCI), the set of rules adopted in 2014 to help address technological vulnerabilities in the U.S. securities markets and improve Commission oversight of the core technology of key U.S. securities markets entities (SCI entities).”

**Next Steps:** Comments on the proposed rule are due 60 days after the date of its publication in the *Federal Register*.

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

## SEC Issues Final Rule to Extend EDGAR Filing Hours for Form 144

**Affects:** SEC registrants.

**Summary:** On February 21, 2023, the SEC issued a [final rule](#)<sup>34</sup> that extends the submission deadline for Form 144 EDGAR filing from 5:30 p.m. to 10:00 p.m. (ET). In addition, the final rule makes technical corrections related to “the time period during which filings made by direct submission may be submitted to the Commission” and “the Regulation S-T-based requirement for paper filings of Form 144 for non-reporting issuers that was inadvertently removed in the Electronic Filing Release.”

The final rule became effective on March 20, 2023.

<sup>32</sup> SEC Proposed Rule Release No. 34-97141, *Regulation S-P: Privacy of Consumer Financial Information and Safeguarding Customer Information*.

<sup>33</sup> SEC Proposed Rule Release No. 34-97143, *Regulation Systems Compliance and Integrity*.

<sup>34</sup> SEC Final Rule Release No. 33-11159, *Extending Form 144 EDGAR Filing Hours*.

## SEC Amends Settlement Cycle for Transactions Related to Broker-Dealer Securities

**Affects:** Broker-dealers, certain clearing agencies, and registered investment advisers.

**Summary:** On February 15, 2023, the SEC issued a [final rule](#)<sup>35</sup> that shortens — from two business days to one — “the standard settlement cycle for most broker-dealer transactions in securities.” The purpose of the final rule is to “benefit investors and reduce the credit, market, and liquidity risks in securities transactions faced by market participants.”

**Next Steps:** The final rule will become effective on May 5, 2023.

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

## SEC Issues Proposal on Safeguarding Investors’ Assets

**Affects:** Registered investment advisers.

**Summary:** On February 15, 2023, the SEC issued a [proposed rule](#)<sup>36</sup> that would “enhance protections of customer assets managed by registered investment advisers.” Specifically, the proposal would “amend and redesignate rule 206(4)-2, the Commission’s custody rule, under the Investment Advisers Act of 1940 and amend certain related recordkeeping and reporting obligations.”

**Next Steps:** Comments on the proposed rule are due by May 8, 2023.

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

## SEC Issues Proposal Related to Privacy Act Regulations

**Affects:** Private individuals.

**Summary:** On February 14, 2023, the SEC issued a [proposed rule](#)<sup>37</sup> that would amend regulations under the Privacy Act of 1974. Specifically, the amendments are intended to “clarify, update, and streamline the language of several procedural provisions.”

**Next Steps:** Comments on the proposed rule are due by April 17, 2023.

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

## SEC Staff Updates C&DIs

**Affects:** SEC registrants.

**Summary:** In the first quarter of 2023, the staff in the SEC’s Division of Corporation Finance (the “Division”) updated its compliance and disclosure interpretations (C&DIs) on the following topics:

- On March 17, 2023, the Division added a number of questions to its [C&DIs](#) on tender offer rules and schedules.
- *Pay versus performance (Regulation S-K, Item 402(v))* — On February 10, 2023, the Division added [Questions 128D.01 through 128D.13](#) and revised [Questions 228D.01 and 228D.02](#).

<sup>35</sup> SEC Final Rule Release No. 34-96930, *Shortening the Securities Transaction Settlement Cycle*.

<sup>36</sup> SEC Proposed Rule Release No. IA-6240, *Safeguarding Advisory Client Assets*.

<sup>37</sup> SEC Proposed Rule Release No. 34-96906, *The Commission’s Privacy Act Regulations*.

- *Exchange Act rules and forms* — In January 2023, the Division added four questions to its C&DIs on the [Exchange Act rules](#) (as part of Section 121H) as well as various questions to its C&DIs on the [Exchange Act forms](#). The new C&DIs address the SEC's requirements related to an issuer's recovery of erroneously awarded compensation (i.e., clawback policies).

## SEC Issues Proposal on Ethics Rules for SEC Members and Employees

**Affects:** SEC employees.

**Summary:** On January 30, 2023, the SEC issued a [proposed rule](#)<sup>38</sup> that would amend "its ethics rules to strengthen and modernize its ethics compliance program." Specifically, the proposed amendments "would add new requirements and prohibitions to the [ethics compliance] program, which already includes some of the most stringent ethics requirements in the executive branch for all agency employees, their spouses, and minor children."

**Next Steps:** Comments on the proposed rule are due by March 31, 2023.

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

## SEC Reproposes Rule on Prohibiting Conflicts of Interest in Certain Securitizations

**Affects:** Underwriters, placement agents, initial purchasers, and sponsors of asset-backed securities.

**Summary:** On January 25, 2023, the SEC issued a [reproposed rule](#)<sup>39</sup> that would prohibit "an underwriter, placement agent, initial purchaser, or sponsor of an asset-backed security (including a synthetic asset-backed security), or any affiliate or subsidiary of any such entity, from engaging in any transaction that would involve or result in certain material conflicts of interest." The reproposed rule, which was originally released in September 2011, was issued in response to a mandate of the Dodd-Frank Wall Street Reform and Consumer Protection Act of 2010.

**Next Steps:** Comments on the reproposed rule are due by March 27, 2023.

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

## SEC Staff Updates Financial Reporting Manual

**Affects:** SEC registrants.

**Summary:** On December 31, 2022, the Division published an [update](#) to its Financial Reporting Manual. The update's changes include:

- Revisions to certain sections in response to the amendments to Regulation S-X made by [SEC Final Rule 33-10762](#).<sup>40</sup>
- Addition to Section 11400 of guidance on implementing the provisions of [FASB ASU 2018-12](#).<sup>41</sup>

<sup>38</sup> SEC Proposed Rule Release No. 34-96768, *Supplemental Standards of Ethical Conduct for Members and Employees of the Securities and Exchange Commission*.

<sup>39</sup> SEC Proposed Rule Release No. 33-11151, *Prohibition Against Conflicts of Interest in Certain Securitizations*.

<sup>40</sup> SEC Final Rule Release No. 33-10762, *Financial Disclosures About Guarantors and Issues of Guaranteed Securities and Affiliates Whose Securities Collateralize a Registrant's Securities*.

<sup>41</sup> FASB Accounting Standards Update No. 2018-12, *Financial Services — Insurance (Topic 944): Targeted Improvements to the Accounting for Long-Duration Contracts*.

- Removal of outdated guidance (e.g., on issues related to the adoption of ASC 606 on revenue recognition).
- New (1) contact information for the Division's Office of Chief Accountant and (2) link related to the "submission for financial statement waiver or substitution requests."

# Appendix A: Significant Adoption Dates

The chart below describes significant adoption dates for FASB/EITF, PCAOB, AICPA, SEC, and IASB/IFRIC standards. Content recently added or revised is highlighted in green.

FASB/EITF	Effective Date for PBEs	Effective Date for Non-PBEs	Early Adoption Allowed (Yes/No)	Deloitte Resources
<b>Final Guidance</b>				
ASU 2022-06, <i>Reference Rate Reform (Topic 848): Deferral of the Sunset Date of Topic 848</i> (issued December 21, 2022)	Effective upon issuance through December 31, 2024.	Effective upon issuance through December 31, 2024.	Yes	December 21, 2022, <a href="#">Heads Up</a>
ASU 2022-05, <i>Transition for Sold Contracts</i> (issued December 15, 2022)	Fiscal years beginning after December 15, 2022, and interim periods within those fiscal years.	Fiscal years beginning after December 15, 2024, and interim periods within fiscal years beginning after December 15, 2025.	Yes	
ASU 2022-04, <i>Disclosure of Supplier Finance Program Obligations</i> (issued September 29, 2022)	Fiscal years beginning after December 15, 2022, and interim periods within those fiscal years, except for the amendment on rollforward information, which is effective for fiscal years beginning after December 15, 2023.	Fiscal years beginning after December 15, 2022, and interim periods within those fiscal years, except for the amendment on rollforward information, which is effective for fiscal years beginning after December 15, 2023.	Yes	September 30, 2022, <a href="#">Heads Up</a>
ASU 2022-03, <i>Fair Value Measurement of Equity Securities Subject to Contractual Sale Restrictions</i> (issued June 30, 2022)	Fiscal years beginning after December 15, 2023, and interim periods within those fiscal years.	Fiscal years beginning after December 15, 2024, and interim periods within those fiscal years.	Yes	July 1, 2022, <a href="#">Heads Up</a>
ASU 2022-02, <i>Troubled Debt Restructurings and Vintage Disclosures</i> (issued March 31, 2022)	For entities that have adopted the amendments in ASU 2016-13, the amendments in ASU 2022-02 are effective for fiscal years beginning after December 15, 2022, including interim periods within those fiscal years. For entities that have not yet adopted the amendments in ASU 2016-13, the effective dates for the amendments in ASU 2022-02 are the same as the effective dates in ASU 2016-13.	For entities that have adopted the amendments in ASU 2016-13, the amendments in ASU 2022-02 are effective for fiscal years beginning after December 15, 2022, including interim periods within those fiscal years. For entities that have not yet adopted the amendments in ASU 2016-13, the effective dates for the amendments in ASU 2022-02 are the same as the effective dates in ASU 2016-13.	Yes	April 4, 2022, <a href="#">Heads Up</a>



ASU 2022-01, <i>Fair Value Hedging — Portfolio Layer Method</i> (issued March 28, 2022)	Fiscal years beginning after December 15, 2022, and interim periods within those fiscal years.	Fiscal years beginning after December 15, 2023, and interim periods within those fiscal years.	Yes	March 29, 2022, <a href="#">Heads Up</a>
ASU 2021-09, <i>Discount Rate for Lessees That Are Not Public Business Entities</i> (issued November 11, 2021)	N/A	Entities that have not yet adopted ASC 842 as of November 11, 2021, must adopt the amendments in this ASU at the same time that they adopt ASC 842. For entities that have adopted ASC 842 as of November 11, 2021, the amendments in this ASU are effective for fiscal years beginning after December 15, 2021, and interim periods within fiscal years beginning after December 15, 2022.	Yes	November 12, 2021, <a href="#">Heads Up</a>
ASU 2021-08, <i>Accounting for Contract Assets and Contract Liabilities From Contracts With Customers</i> (issued October 28, 2021)	Fiscal years beginning after December 15, 2022, including interim periods within those fiscal years.	Fiscal years beginning after December 15, 2023, including interim periods within those fiscal years.	Yes	November 2, 2021, <a href="#">Heads Up</a>
ASU 2021-07, <i>Determining the Current Price of an Underlying Share</i> (issued October 25, 2021)	N/A	Effective prospectively for all qualifying awards granted or modified during fiscal years beginning after December 15, 2021, and interim periods within fiscal years beginning after December 15, 2022.	Yes	October 26, 2021, <a href="#">Heads Up</a>
ASU 2021-05, <i>Lessors — Certain Leases With Variable Lease Payments</i> (issued July 19, 2021)	Fiscal years beginning after December 15, 2021, and interim periods within those fiscal years.	Fiscal years beginning after December 15, 2021, and interim periods within fiscal years beginning after December 15, 2022.	Yes	July 27, 2021, <a href="#">Heads Up</a>
ASU 2021-01, <i>Reference Rate Reform (Topic 848): Scope</i> (issued January 7, 2021; effective date amended by ASU 2022-06)	Effective upon issuance through December 31, 2024.	Effective upon issuance through December 31, 2024.	N/A	January 11, 2021, <a href="#">Heads Up</a>

ASU 2020-11, <i>Financial Services — Insurance (Topic 944): Effective Date and Early Application</i> (issued November 5, 2020)	This ASU amends the effective date of ASU 2018-12 and makes targeted improvements. See effective date information for ASU 2018-12 below.	This ASU amends the effective date of ASU 2018-12 and makes targeted improvements. See effective date information for ASU 2018-12 below.	Yes	November 6, 2020, <a href="#">DART news item</a>
ASU 2020-08, <i>Codification Improvements to Subtopic 310-20, Receivables — Nonrefundable Fees and Other Costs</i> (issued October 15, 2020)	Fiscal years, and interim periods within those fiscal years, beginning after December 15, 2020.	Fiscal years beginning after December 15, 2021, and interim periods within fiscal years beginning after December 15, 2022.	Early application is not permitted for PBEs. Early application is permitted for all other entities for fiscal years, and interim periods within those fiscal years, beginning after December 15, 2020.	October 15, 2020, <a href="#">DART news item</a>
ASU 2020-07, <i>Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets</i> (issued September 17, 2020)	Annual periods beginning after June 15, 2021, and interim periods within annual periods beginning after June 15, 2022.	Annual periods beginning after June 15, 2021, and interim periods within annual periods beginning after June 15, 2022.	Yes	December 4, 2020, <a href="#">Heads Up</a>
ASU 2020-06, <i>Accounting for Convertible Instruments and Contracts in an Entity's Own Equity</i> (issued August 5, 2020)	Fiscal years beginning after December 15, 2021, and interim periods within those fiscal years.	Fiscal years beginning after December 15, 2023, and interim periods within those fiscal years.	Yes, but no earlier than fiscal years beginning after December 15, 2020, including interim periods within those fiscal years.	August 5, 2020, <a href="#">Heads Up</a>
ASU 2020-05, <i>Revenue From Contracts With Customers (Topic 606) and Leases (Topic 842): Effective Dates for Certain Entities</i> (issued June 3, 2020)	N/A	ASU 2020-05 amends the effective date of ASU 2016-02. See effective date information for ASU 2016-02 below.	Yes	June 3, 2020, <a href="#">Heads Up</a>
ASU 2020-04, <i>Facilitation of the Effects of Reference Rate Reform on Financial Reporting</i> (issued March 12, 2020; effective date amended by ASU 2022-06)	March 12, 2020, through December 31, 2024.	March 12, 2020, through December 31, 2024.	N/A	March 23, 2020, <a href="#">Heads Up</a>

<p>ASU 2020-03, <i>Codification Improvements to Financial Instruments</i> (issued March 9, 2020)</p>	<p><i>Conforming Amendments (Issues 1, 2, 3, 4, and 5)</i></p> <p>The amendments related to Issues 1, 2, 4, and 5 are effective upon issuance.</p> <p>The amendment related to Issue 3 is a conforming amendment that affects the guidance in the amendments in ASU 2019-04 (see effective date information for this ASU below).</p> <p><i>Amendments to ASU 2016-13 (Issues 6 and 7)</i></p> <p>The amendments related to Issues 6 and 7 affect the guidance in the amendments in ASU 2016-13 (see effective date information for this ASU below). For entities that have adopted the guidance in ASU 2016-13, the amendments are effective for fiscal years beginning after December 15, 2019, including interim periods within those fiscal years.</p>	<p><i>Conforming Amendments (Issues 1, 2, 3, 4, and 5)</i></p> <p>The amendments related to Issues 1, 2, 4, and 5 are effective for fiscal years beginning after December 15, 2019, and interim periods within those fiscal years beginning after December 15, 2020.</p> <p>The amendment related to Issue 3 is a conforming amendment that affects the guidance in the amendments in ASU 2019-04 (see effective date information for this ASU below).</p> <p><i>Amendments to ASU 2016-13 (Issues 6 and 7)</i></p> <p>The amendments related to Issues 6 and 7 affect the guidance in the amendments in ASU 2016-13 (see effective date information for this ASU below).</p> <p>For entities that have adopted the guidance in ASU 2016-13, the amendments are effective for fiscal years beginning after December 15, 2019, including interim periods within those fiscal years.</p>	<p>Yes</p>	<p>March 9, 2020, <a href="#">DART news item</a></p>
<p>ASU 2019-12, <i>Simplifying the Accounting for Income Taxes</i> (issued December 18, 2019)</p>	<p>Fiscal years, and interim periods within those fiscal years, beginning after December 15, 2020.</p>	<p>Fiscal years beginning after December 15, 2021, and interim periods within fiscal years beginning after December 15, 2022.</p>	<p>Yes</p>	<p>December 19, 2019, <a href="#">Heads Up</a></p>

ASU 2019-11, <i>Codification Improvements to Topic 326, Financial Instruments — Credit Losses</i> (issued November 27, 2019)	For entities that have not yet adopted the amendments in ASU 2016-13 as of the issuance date of ASU 2019-11, the effective dates and transition requirements for the amendments are the same as the effective dates and transition requirements in ASU 2016-13 (see effective date information for this ASU below).  For entities that have adopted the amendments in ASU 2016-13, the amendments in ASU 2019-11 are effective for fiscal years beginning after December 15, 2019, including interim periods within those fiscal years.	For entities that have not yet adopted the amendments in ASU 2016-13 as of the issuance date of ASU 2019-11, the effective dates and transition requirements for the amendments are the same as the effective dates and transition requirements in ASU 2016-13 (see effective date information for this ASU below).  For entities that have adopted the amendments in ASU 2016-13, the amendments in ASU 2019-11 are effective for fiscal years beginning after December 15, 2019, including interim periods within those fiscal years.	Yes, in any interim period after the issuance of ASU 2019-11 as long as an entity has adopted the amendments in ASU 2016-13.	December 2, 2019, <a href="#">Heads Up</a>
ASU 2019-10, <i>Financial Instruments — Credit Losses (Topic 326), Derivatives and Hedging (Topic 815), and Leases (Topic 842): Effective Dates</i> (issued November 15, 2019)	This ASU amends the effective dates of ASUs 2016-02, 2016-13, 2017-04, and 2017-12. See effective date information for these ASUs below.	This ASU amends the effective dates of ASUs 2016-02, 2016-13, 2017-04, and 2017-12. See effective date information for these ASUs below.	N/A	November 19, 2019, <a href="#">Heads Up</a>
ASU 2019-09, <i>Financial Services — Insurance (Topic 944): Effective Date</i> (issued November 15, 2019)	This ASU amends the effective date of ASU 2018-12. See effective date information for ASU 2018-12 below.	This ASU amends the effective date of ASU 2018-12. See effective date information for ASU 2018-12 below.	N/A	November 2019 <a href="#">Insurance Spotlight</a>
ASU 2019-05, <i>Financial Instruments — Credit Losses (Topic 326): Targeted Transition Relief</i> (issued May 15, 2019)	For entities that have not yet adopted ASU 2016-13, the amendments are effective at the same time as ASU 2016-13. For entities that have adopted ASU 2016-13, the amendments are effective for fiscal years beginning after December 15, 2019, including interim periods within those fiscal years.	For entities that have not yet adopted ASU 2016-13, the amendments are effective at the same time as ASU 2016-13. For entities that have adopted ASU 2016-13, the amendments are effective for fiscal years beginning after December 15, 2019, including interim periods within those fiscal years.	Yes	May 15, 2019, <a href="#">Heads Up</a>

<p>ASU 2019-04, <i>Codification Improvements to Topic 326, Financial Instruments — Credit Losses, Topic 815, Derivatives and Hedging, and Topic 825, Financial Instruments</i> (issued April 25, 2019; effective date amended by ASU 2019-10)</p>	<p>The amendments to ASU 2016-01 are effective for fiscal years and interim periods beginning after December 15, 2019.</p> <p>For entities that have not yet adopted ASU 2016-13, the amendments are effective at the same time as ASU 2016-13. For entities that have adopted ASU 2016-13, the amendments are effective for fiscal years beginning after December 15, 2019, including interim periods within those fiscal years.</p> <p>The amendments to ASU 2017-12 are effective (1) at the same time as ASU 2017-12 for entities that have not yet adopted the ASU, and (2) as of the beginning of the first annual reporting period beginning after April 25, 2019, for entities that have adopted ASU 2017-12.</p>	<p>The amendments to ASU 2016-01 are effective for fiscal years and interim periods beginning after December 15, 2019.</p> <p>For entities that have not yet adopted ASU 2016-13, the amendments are effective at the same time as ASU 2016-13. For entities that have adopted ASU 2016-13, the amendments are effective for fiscal years beginning after December 15, 2019, including interim periods within those fiscal years.</p> <p>The amendments to ASU 2017-12 are effective (1) at the same time as ASU 2017-12 for entities that have not yet adopted the ASU, and (2) as of the beginning of the first annual reporting period beginning after April 25, 2019, for entities that have adopted the ASU.</p>	<p>Yes</p>	<p>May 7, 2019, <a href="#">Heads Up</a></p>
<p>ASU 2019-01, <i>Leases (Topic 842): Codification Improvements</i> (issued March 5, 2019)</p>	<p>See effective date information for ASU 2016-02 below.</p>	<p>See effective date information for ASU 2016-02 below.</p>	<p>Yes</p>	<p>March 7, 2019, <a href="#">journal entry</a></p>
<p>ASU 2018-20, <i>Narrow-Scope Improvements for Lessors</i> (issued December 10, 2018)</p>	<p>For entities that have not adopted ASC 842, the effective date is the same as the effective date in ASU 2016-02.</p> <p>An entity that has adopted ASC 842 can apply the amendments as of the original effective date of ASC 842 for the entity. Alternatively, the entity has the option of applying the amendments in either the first reporting period ending after the issuance of this ASU (e.g., December 31, 2018) or in the first reporting period beginning after the issuance of this ASU (e.g., January 1, 2019).</p>	<p>For entities that have not adopted ASC 842, the effective date is the same as the effective date in ASU 2016-02.</p> <p>An entity that has adopted ASC 842 can apply the amendments as of the original effective date of ASC 842 for the entity. Alternatively, the entity has the option of applying the amendments in either the first reporting period ending after the issuance of this ASU (e.g., December 31, 2018) or in the first reporting period beginning after the issuance of this ASU (e.g., January 1, 2019).</p>	<p>No</p>	<p>December 14, 2018, <a href="#">Heads Up</a></p>

ASU 2018-19, <i>Codification Improvements to Topic 326: Financial Instruments — Credit Losses</i> (issued November 15, 2018)	See effective date information for ASU 2016-13 below.	See effective date information for ASU 2016-13 below.	Yes, as of fiscal years beginning after December 15, 2018, including interim periods within those fiscal years.	
ASU 2018-12, <i>Targeted Improvements to the Accounting for Long-Duration Contracts</i> (issued August 15, 2018; effective date amended by ASU 2019-09 and ASU 2020-11)	For PBEs that meet the definition of an SEC filer, excluding entities eligible to be smaller reporting companies (SRCs) as defined by the SEC, the amendments in this ASU are effective for fiscal years beginning after December 15, 2022, and interim periods within those fiscal years.	Fiscal years beginning after December 15, 2024, and interim periods within fiscal years beginning after December 15, 2025.	Yes	<a href="#">August 2018</a> and <a href="#">November 2019 Insurance Spotlight</a> newsletters
ASU 2018-11, <i>Leases (Topic 842): Targeted Improvements</i> (issued July 30, 2018)	The amendments in this ASU related to separating components of a contract affect the amendments in ASU 2016-02.  For entities that have not adopted ASC 842 before the issuance of this ASU, the effective date and transition requirements for the amendments in this ASU related to separating components of a contract are the same as the effective date and transition requirements in ASU 2016-02.	The amendments in this ASU related to separating components of a contract affect the amendments in ASU 2016-02.  For entities that have not adopted ASC 842 before the issuance of this ASU, the effective date and transition requirements for the amendments in this ASU related to separating components of a contract are the same as the effective date and transition requirements in ASU 2016-02.	Yes	August 7, 2018, <a href="#">Heads Up</a>
ASU 2018-10, <i>Codification Improvements to Topic 842, Leases</i> (issued July 18, 2018)	The amendments in this ASU affect the amendments in ASU 2016-02. For entities that early adopted ASC 842, the amendments are effective upon issuance of this ASU, and the transition requirements are the same as those in ASC 842. For entities that have not adopted ASC 842, the effective date and transition requirements will be the same as the effective date and transition requirements in ASC 842.	The amendments in this ASU affect the amendments in ASU 2016-02. For entities that early adopted ASC 842, the amendments are effective upon issuance of this ASU, and the transition requirements are the same as those in ASC 842. For entities that have not adopted ASC 842, the effective date and transition requirements will be the same as the effective date and transition requirements in ASC 842.	Yes	
ASU 2018-01, <i>Land Easement Practical Expedient for Transition to Topic 842</i> (issued January 25, 2018)	See effective date information for ASU 2016-02 below.	See effective date information for ASU 2016-02 below.	Yes	

<p>ASU 2017-13, <i>Revenue Recognition (Topic 605), Revenue From Contracts With Customers (Topic 606), Leases (Topic 840), and Leases (Topic 842): Amendments to SEC Paragraphs Pursuant to the Staff Announcement at the July 20, 2017 EITF Meeting and Rescission of Prior SEC Staff Announcements and Observer Comments</i> (issued September 29, 2017)</p>	<p>Effective upon adoption of ASU 2016-02. See effective date information for ASU 2016-02 below.</p>	<p>Effective upon adoption of ASU 2016-02. See effective date information for ASU 2016-02 below.</p>	<p>Yes</p>	<p>July 20, 2017, <a href="#">Heads Up</a></p>
<p>ASU 2017-04, <i>Simplifying the Test for Goodwill Impairment</i> (issued January 26, 2017; effective date amended by ASU 2019-10)</p>	<p>For PBEs that are SEC filers, excluding entities eligible to be SRCs as defined by the SEC, the amendments in the ASU are effective for annual and interim goodwill impairment tests in fiscal years beginning after December 15, 2019. For PBEs that are not SEC filers, the ASU's amendments are effective for annual and interim goodwill impairment tests in fiscal years beginning after December 15, 2022.</p>	<p>Annual and interim goodwill impairment tests in fiscal years beginning after December 15, 2022.</p>	<p>Yes, for interim or annual goodwill impairment tests performed on testing dates after January 1, 2017.</p>	<p><a href="#">February 1, 2017</a>, and <a href="#">November 19, 2019</a>, <a href="#">Heads Up</a> newsletters</p>
<p>ASU 2016-13, <i>Measurement of Credit Losses on Financial Instruments</i> (issued June 16, 2016; effective date amended by ASU 2018-19 and ASU 2019-10)</p>	<p>For PBEs that are SEC filers, excluding entities eligible to be SRCs, the amendments in the ASU are effective for fiscal years beginning after December 15, 2019, including interim periods within those fiscal years. For all other PBEs, the amendments in the ASU are effective for fiscal years beginning after December 15, 2022, including interim periods within those fiscal years.</p>	<p>For all other entities, including NFP entities and employee benefit plans within the scope of ASC 960 through ASC 965 on plan accounting, the amendments in the ASU are effective for fiscal years beginning after December 15, 2022, including interim periods within those fiscal years.</p>	<p>Yes, as of fiscal years beginning after December 15, 2018, including interim periods within those fiscal years.</p>	<p><a href="#">June 17, 2016</a>, and <a href="#">November 19, 2019</a>, <a href="#">Heads Up</a> newsletters and <a href="#">Current Expected Credit Losses Roadmap</a></p>

ASU 2016-02, <i>Leases</i> (issued February 25, 2016; effective date amended by ASU 2019-10 and ASU 2020-05)	<p>Effective for fiscal years beginning after December 15, 2018, including interim periods within those fiscal years, for any of the following:</p> <ul style="list-style-type: none"> <li>• PBEs.</li> <li>• Employee benefit plans that file financial statements with the SEC.</li> </ul> <p>For NFP entities that have issued, or are a conduit bond obligor for, securities that are traded, listed, or quoted on an exchange or an over-the-counter market that have not yet issued financial statements (or made financial statements available for issuance as of June 3, 2020), this ASU is effective for fiscal years beginning after December 15, 2019.</p>	For all other entities, the amendments in the ASU are effective for fiscal years beginning after December 15, 2021, and interim periods within fiscal years beginning after December 15, 2022.	Yes	November 19, 2019, <a href="#">Heads Up</a> and <a href="#">Leases Roadmap</a>
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PCAOB	Effective Date for PBEs	Early Adoption Allowed (Yes/No)	Deloitte Resources
<b>Final Guidance</b>			
Release No. 2022-002, <i>Planning and Supervision of Audits Involving Other Auditors and Dividing Responsibility for the Audit With Another Accounting Firm</i> (issued June 21, 2022, and approved by the SEC on August 12, 2022)	The amendments are effective for financial statement audits for fiscal years ending on or after December 15, 2024.	No	June 23, 2022, <a href="#">DART news item</a>

AICPA	Effective Date for Non-PBEs	Deloitte Resources
<b>Final Guidance</b>		
SAS 149, <i>Special Considerations — Audits of Group Financial Statements (Including the Work of Component Auditors and Audits of Referred-to Auditors)</i> (issued March 6, 2023)	Effective for group financial statement audits for periods ending on or after December 15, 2026.	March 9, 2023, <a href="#">DART news item</a>



SAS 148, <i>Amendment to AU-C Section 935</i> (issued August 12, 2022)	The amendment related to AU-C Section 501 in the appendix, "AU-C Sections That Are Not Applicable to Compliance Audits," is effective for compliance audits for fiscal periods ending on or after December 15, 2022, in a manner consistent with the effective date of SAS 142. All other amendments are effective for compliance audits for fiscal periods ending on or after December 15, 2023, in a manner consistent with the effective date of SAS 145.	August 12, 2022, <a href="#">DART news item</a>
SAS 147, <i>Inquiries of the Predecessor Auditor Regarding Fraud and Noncompliance With Laws and Regulations</i> (issued June 8, 2022)	Effective for audits of financial statements for periods beginning on or after June 30, 2023.	June 8, 2022, <a href="#">DART news item</a>
SAS 146, <i>Quality Management for an Engagement Conducted in Accordance With Generally Accepted Auditing Standards</i> (issued June 6, 2022)	Effective for audits of financial statements for periods beginning on or after December 15, 2025.	June 3, 2022, <a href="#">DART news item</a>
SAS 145, <i>Understanding the Entity and Its Environment and Assessing the Risks of Material Misstatement</i> (issued October 12, 2021)	Effective for audits of financial statements for periods ending on or after December 15, 2023.	
SAS 144, <i>Amendments to AU-C Sections 501, 540, and 620 Related to the Use of Specialists and the Use of Pricing Information Obtained From External Information Sources</i> (issued June 9, 2021)	Effective for audits of financial statements for periods ending on or after December 15, 2023.	
SAS 143, <i>Auditing Accounting Estimates and Related Disclosures</i> (issued July 1, 2020)	Effective for audits of financial statements for periods ending on or after December 15, 2023.	
SAS 142, <i>Audit Evidence</i> (issued July 9, 2020)	Effective for audits of financial statements for periods ending on or after December 15, 2022.	July 10, 2020, <a href="#">DART news item</a>

SEC	Effective Date	Deloitte Resources
<b>Final Guidance</b>		
Final Rule, <i>Extending Form 144 EDGAR Filing Hours</i> (33-11159) (issued February 21, 2023)	March 20, 2023.	February 22, 2023 (updated February 24, 2023), <a href="#">DART news item</a>
Final Rule, <i>Shortening the Securities Transaction Settlement Cycle</i> (34-96930) (issued February 15, 2023)	May 5, 2023.	February 15, 2023, <a href="#">DART news item</a>
Final Rule, <i>Adjustments to Civil Monetary Penalty Amounts</i> (33-11143) (issued January 6, 2023)	January 15, 2023.	
Final Rule, <i>Adoption of Updated EDGAR Filer Manual</i> (33-11140) (issued December 19, 2022)	January 24, 2023.	
Final Rule, <i>Technical Amendments to Commission Rules</i> (33-11139) (issued December 15, 2022)	December 21, 2022.	
Final Rule, <i>Insider Trading Arrangements and Related Disclosures</i> (33-11138) (issued December 14, 2022)	February 27, 2023.	December 14, 2022, <a href="#">DART news item</a>
Final Rule, <i>Enhanced Reporting of Proxy Votes by Registered Management Investment Companies; Reporting of Executive Compensation Votes by Institutional Investment Managers</i> (33-11131) (issued November 2, 2022)	July 1, 2024.	November 2, 2022, <a href="#">DART news item</a>
Final Rule, <i>Listing Standards for Recovery of Erroneously Awarded Compensation</i> (33-11126) (issued October 26, 2022)	January 27, 2023.	November 14, 2022, <a href="#">Heads Up</a>
Final Rule, <i>Tailored Shareholder Reports for Mutual Funds and Exchange-Traded Funds; Fee Information in Investment Company Advertisements</i> (33-11125) (issued October 26, 2022)	January 24, 2023.	October 26, 2022, <a href="#">DART news item</a>

Final Rule, <i>Electronic Recordkeeping Requirements for Broker-Dealers, Security-Based Swap Dealers, and Major Security-Based Swap Participants</i> (34-96034) (issued October 12, 2022)	January 3, 2023.	October 12, 2022, <a href="#">DART news item</a>
Final Rule, <i>Adoption of Updated EDGAR Filer Manual</i> (33-11101) (issued September 19, 2022)	October 13, 2022.	
Final Rule, <i>Inflation Adjustments Under Titles I and III of the JOBS Act</i> (33-11098) (issued September 9, 2022)	September 20, 2022.	September 9, 2022, <a href="#">DART news item</a>
Final Rule, <i>Whistleblower Program Rules</i> (34-95620) (issued August 26, 2022)	October 3, 2022.	August 26, 2022, <a href="#">DART news item</a>
Final Rule, <i>Pay Versus Performance</i> (34-95607) (issued August 25, 2022)	October 11, 2022.	August 25, 2022, <a href="#">DART news item</a> and September 2, 2022, <a href="#">Heads Up</a>
Final Rule, <i>Adoption of Updated EDGAR Filer Manual</i> (33-11082) (issued July 13, 2022)	July 19, 2022.	
Final Rule, <i>Proxy Voting Advice</i> (34-95266) (issued July 13, 2022)	September 19, 2022.	July 14, 2022, <a href="#">DART news item</a>
Final Rule, <i>Electronic Submission of Applications for Orders Under the Advisers Act and the Investment Company Act, Confidential Treatment Requests for Filings on Form 13F, and Form ADV-NR; Amendments to Form 13F</i> (34-95148) (issued June 23, 2022)	August 29, 2022, except for the amendments to Form 13F, which are effective January 3, 2023.	June 24, 2022, <a href="#">DART news item</a>
Final Rule, <i>Updating EDGAR Filing Requirements and Form 144 Filings</i> (33-11070) (issued June 2, 2022)	July 11, 2022.	June 3, 2022, <a href="#">DART news item</a>
Final Rule, <i>Technical Amendments to Commission Rules and Forms</i> (33-11047) (issued March 29, 2022)	April 15, 2022.	
Final Rule, <i>Adoption of Updated EDGAR Filer Manual</i> (33-11043) (issued March 21, 2022)	April 19, 2022.	

Final Rule, <i>Holding Foreign Companies Accountable Act Disclosure</i> (34-93701) (issued December 2, 2021)	January 10, 2022, except for the addition of §232.405(c)(1)(iii)(C), which is effective from January 10, 2022, until July 1, 2023.	December 2, 2021, <a href="#">DART news item</a>
Final Rule, <i>Filing Fee Disclosure and Payment Methods Modernization</i> (33-10997) (issued October 13, 2021)	January 31, 2022, except for amendments to 17 CFR 203.3a, 17 CFR 230.111, 17 CFR 240.0-9 and 17 CFR 270.0-8 regarding payment options, which are effective on May 31, 2022.	October 13, 2021, <a href="#">DART news item</a>
Final Rule, <i>Investment Company Reporting Modernization</i> (33-10442) (issued December 8, 2017)	January 16, 2018, to March 31, 2026.	

IASB/IFRIC	Effective Date	Early Adoption (Yes/No)	Deloitte Resources
<b>Final Guidance</b>			
<i>Non-Current Liabilities With Covenants</i> — amendments to IAS 1 (issued October 27, 2022)	Annual reporting periods beginning on or after January 1, 2024.	Yes	November 2, 2022, <a href="#">iGAAP in Focus</a>
<i>Lease Liability in a Sale and Leaseback</i> — amendments to IFRS 16 (issued September 22, 2022)	Annual reporting periods beginning on or after January 1, 2024.	Yes	September 27, 2022, <a href="#">iGAAP in Focus</a>
<i>Initial Application of IFRS 17 and IFRS 9 — Comparative Information</i> (issued December 9, 2021)	Annual reporting periods beginning on or after January 1, 2023.	Yes, for entities that apply IFRS 9 and IFRS 17.	December 15, 2021, <a href="#">IFRS in Focus</a>
<i>Deferred Tax Related to Assets and Liabilities Arising From a Single Transaction</i> — amendments to IAS 12 (issued May 7, 2021)	Annual reporting periods beginning on or after January 1, 2023.	Yes	May 7, 2021, <a href="#">IFRS in Focus</a>
<i>Disclosure of Accounting Policies</i> — amendments to IAS 1 and IFRS Practice Statement 2 (issued February 12, 2021)	Annual reporting periods beginning on or after January 1, 2023.	Yes	February 15, 2021, <a href="#">IFRS in Focus</a>
<i>Definition of Accounting Estimates</i> — amendments to IAS 8 (issued February 12, 2021)	Annual reporting periods beginning on or after January 1, 2023.	Yes	February 12, 2021, <a href="#">IFRS in Focus</a>
<i>Classification of Liabilities as Current or Non-Current — Deferral of Effective Date</i> — amendment to IAS 1 (issued July 15, 2020)	Annual reporting periods beginning on or after January 1, 2023.	Yes	July 22, 2020, <a href="#">IFRS in Focus</a>

<i>Amendments to IFRS 17</i> (issued June 25, 2020)	Annual reporting periods beginning on or after January 1, 2023.	Yes, for entities that apply IFRS 9 and IFRS 17.	June 29, 2020, <i>IFRS in Focus</i>
<i>Extension of the Temporary Exemption From Applying IFRS 9</i> — amendments to IFRS 4 (issued June 25, 2020)	Annual reporting periods beginning before January 1, 2023.	Yes	
<i>Classification of Liabilities as Current or Non-Current</i> — amendments to IAS 1 (issued January 23, 2020; effective date amended on July 15, 2020)	Annual reporting periods beginning on or after January 1, 2023.	Yes	January 29, 2020, <i>IFRS in Focus</i>
IFRS 17, <i>Insurance Contracts</i> (issued May 18, 2017; effective date amended on June 25, 2020)	Annual reporting periods beginning on or after January 1, 2023.	Yes, for entities that apply IFRS 9 and IFRS 17.	May 18, 2017, <i>IFRS in Focus</i>

# Appendix B: Current Status of FASB Projects

This appendix summarizes the current status and next steps for the FASB's active standard-setting projects (excluding research initiatives). New projects are shaded in [green](#).

Project	Status and Next Steps	Deloitte Resources
<b>Recognition and Measurement Projects</b>		
Accounting for and disclosure of crypto assets	On May 11, 2022, the FASB added to its agenda a <a href="#">project</a> on improving the accounting for and disclosure of certain digital assets. On August 31, 2022, the FASB decided on the criteria that a crypto asset must meet to be within the scope of the project. On October 12, 2022, the FASB decided that crypto assets should be measured at fair value. On December 14, 2022, the FASB decided that changes in fair value should be recognized and presented separately in the income statement. On February 1, 2023, the Board directed the staff to draft a proposed ASU for a vote by written ballot. The FASB expects to issue the proposed ASU in March 2023.	<p><a href="#">Heads Up</a> — <i>FASB Begins Deliberating Project on Digital Assets</i> (September 8, 2022)</p> <p><a href="#">Heads Up</a> — <i>FASB Tentatively Decides on Fair Value Measurement for Crypto Assets</i> (October 18, 2022)</p> <p><a href="#">Heads Up</a> — <i>Crypto Assets — A Flurry of Activity as the Year Comes to a Close</i> (December 23, 2022)</p>
Accounting for and disclosure of software costs	On June 22, 2022, the FASB added to its agenda a <a href="#">project</a> on modernizing the accounting for software costs and enhancing the transparency of an entity's software costs. On January 18, 2023, the Board discussed recent feedback received.	
Accounting for environmental credit programs	On May 25, 2022, the FASB added to its agenda a <a href="#">project</a> on the recognition, measurement, presentation, and disclosure requirements for participants in compliance and voluntary programs that result in the creation of environmental credits (e.g., allowance programs, renewable energy credits, and carbon offset credits).	
Accounting for investments in tax credit structures using the proportional amortization method (EITF Issue 21-A)	On August 22, 2022, the FASB issued a <a href="#">proposed ASU</a> that would permit entities to elect to account for their tax equity investments by using the proportional amortization method if certain conditions are met. Comments on the proposal were due by October 6, 2022. On December 1, 2022, the EITF reached a final consensus, which was ratified by the Board on January 18, 2023. The FASB expects to issue the final ASU in March 2023. The ASU will be effective for PBEs for fiscal years beginning after December 15, 2023, and for other entities for fiscal years beginning after December 15, 2024. Early adoption will be permitted.	<a href="#">EITF Snapshot</a> (December 2022)

Codification improvements	<p><b>General</b></p> <p>The FASB has a standing project on its agenda to make regular updates and improvements to the Codification (e.g., technical corrections and clarifications).</p>	<p><b>Amendments to Remove References to the Concepts Statements</b></p>	<p>On August 26, 2020, the FASB <a href="#">directed</a> the staff to perform additional analysis of draft amendments included in its November 26, 2019, <a href="#">proposed ASU</a> on Codification improvements related to removing references to the concepts statements. The FASB expects to issue the final ASU in the second half of 2023.</p>
Financial instruments: credit losses — acquired financial assets	<p>On February 2, 2022, the FASB <a href="#">decided</a> to amend the guidance on acquired financial assets by expanding the scope of the purchased credit-deteriorated accounting model to loans acquired in a business combination or asset acquisition. The FASB most recently discussed this project on October 12, 2022. The FASB expects to issue the proposed ASU in the second quarter of 2023.</p>	<p>On November 12, 2019, the FASB issued a <a href="#">proposed ASU</a> that would make limited amendments to its hedge accounting guidance in response to stakeholder feedback on <a href="#">ASU 2017-12</a>. Comments were due by January 13, 2020. On February 1, 2023, the Board decided that the scope of the project will include shared risk assessment in cash flow hedges of loan portfolios and written options as hedging instruments.</p>	<p><i><a href="#">Heads Up</a> — FASB Proposes Improvements to Hedge Accounting Guidance (November 26, 2019)</i></p>
Joint venture formations	<p>On October 27, 2022, the FASB issued a <a href="#">proposed ASU</a> on the accounting for contributions received upon formation of a joint venture. Comments were due by December 27, 2022. The FASB expects to issue the final ASU in the second or third quarter of 2023.</p>	<p>On November 30, 2022, the FASB issued a <a href="#">proposed ASU</a> that would amend the guidance on leases between entities under common control. Comments were due by January 16, 2023. On February 15, 2023, the Board directed the staff to draft a final ASU for a vote by written ballot. The FASB expects to issue the final ASU in March 2023. The ASU will be effective for fiscal years beginning after December 15, 2023; early adoption will be permitted.</p>	<p><i><a href="#">Heads Up</a> — FASB Proposes New Guidance on Joint Venture Formations (December 8, 2022)</i></p>
Leases: common-control arrangements	<p>On November 30, 2022, the FASB issued a <a href="#">proposed ASU</a> that would amend the guidance on leases between entities under common control. Comments were due by January 16, 2023. On February 15, 2023, the Board directed the staff to draft a final ASU for a vote by written ballot. The FASB expects to issue the final ASU in March 2023. The ASU will be effective for fiscal years beginning after December 15, 2023; early adoption will be permitted.</p>	<p>On November 30, 2022, the FASB issued a <a href="#">proposed ASU</a> that would amend the guidance on leases between entities under common control. Comments were due by January 16, 2023. On February 15, 2023, the Board directed the staff to draft a final ASU for a vote by written ballot. The FASB expects to issue the final ASU in March 2023. The ASU will be effective for fiscal years beginning after December 15, 2023; early adoption will be permitted.</p>	<p><i><a href="#">Heads Up</a> — FASB Proposes Amendments to Guidance on Common-Control Lease Arrangements (December 1, 2022)</i></p>

Stock compensation: profits interests	On December 14, 2022, the FASB added to its agenda a project on clarifying whether a profits interest or similar award should be accounted for in accordance with ASC 718 and directed the staff to draft a proposed ASU for a vote by written ballot. The FASB expects to issue the proposed ASU in April 2023.
Reference rate reform: deferral of the sunset date of ASC 848	On December 21, 2022, the FASB issued <a href="#">ASU 2022-06</a> , which defers the sunset date of the relief provided in ASC 848 from December 31, 2022, to December 31, 2024.

*Heads Up — Don't Let the Sun Go Down on Thee — FASB Defers Sunset Date of ASC 848 (December 21, 2022)*

## Presentation and Disclosure Projects

Disaggregation — income statement expenses	On February 16, 2022, the FASB decided that this <a href="#">project</a> should focus on the disaggregation of (1) selling, general, and administrative expenses; (2) cost of services and other cost of revenues; and (3) cost of tangible goods sold. The FASB most recently discussed this project on January 11, 2023. A proposed ASU is expected to be issued in the second quarter of 2023.
Disclosure improvements in response to SEC's release on disclosure update and simplification	On May 6, 2019, the FASB issued a <a href="#">proposed ASU</a> that would make Codification amendments in response to the SEC's disclosure update and simplification initiative. Comments on the proposal were due by June 28, 2019. A final ASU is expected to be issued in the second or third quarter of 2023.
Improvements to income tax disclosures	On July 26, 2016, the FASB issued a <a href="#">proposed ASU</a> that would modify existing and add new income tax disclosure requirements. On March 25, 2019, the FASB issued a revised <a href="#">proposed ASU</a> . On November 30, 2022, the FASB directed the staff to draft another proposed ASU on this topic. This <a href="#">proposed ASU</a> was issued on March 15, 2023. Comments are due by May 30, 2023.
Interim reporting — narrow-scope improvements	On November 1, 2021, the FASB issued a <a href="#">proposed ASU</a> that would modify the disclosure requirements for interim reporting in ASC 270. Comments were due by January 31, 2022. The FASB most recently discussed this project on November 30, 2022.
Segment reporting	On October 6, 2022, the FASB issued a <a href="#">proposed ASU</a> to improve disclosures about the reportable segments of a public entity. Comments were due by December 20, 2022. The FASB expects to issue a final ASU in the second or third quarter of 2023.

*Heads Up — FASB Proposes Improvements to Reportable Segment Disclosures (November 11, 2022)*



Conceptual framework

### **Measurement**

On June 18, 2014, the FASB [decided](#) to begin developing concepts related to measurement. The Board most recently [discussed](#) this project on October 13, 2021. The FASB expects to issue an exposure draft in the second or third quarter of 2023.

### **The Reporting Entity**

On October 18, 2022, the FASB issued [proposed Chapter 2, "The Reporting Entity,"](#) of Concepts Statement 8. The proposed chapter identifies characteristics of a reporting entity. Comments were due by January 16, 2023. The FASB expects to issue the final statement in the second half of 2023.

### **Recognition and Derecognition**

On November 22, 2022, the FASB issued [proposed Chapter 5, "Recognition and Derecognition,"](#) of Concepts Statement 8. The proposed chapter includes recognition and derecognition criteria and addresses when an item should be incorporated into or removed from financial statements. Comments were due by February 21, 2023. The FASB expects to issue the final statement in the second quarter of 2023.

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# Appendix C: New and Updated Deloitte U.S. Accounting Publications

## Roadmap Series

*Non-GAAP Financial Measures and Metrics* (January 2023)

## Industry Publications

*Life Sciences Industry Accounting Guide* (March 2023)

*Technology Industry Accounting Guide* (March 2023)

## Heads Up Newsletters

*#DeloitteESGNow — Global Reach of the E.U. Corporate Sustainability Reporting Directive and the Impact on U.S. Companies* (January 9, 2023)

*Crypto Assets — A Flurry of Activity as the Year Comes to a Close* (December 23, 2022)

*Don't Let the Sun Go Down on Thee — FASB Defers Sunset Date of ASC 848* (December 21, 2022)

## Financial Reporting Alert Newsletter

*Emerging ASC 740 Issue Related to OECD Pillar Two* (February 1, 2023)

## Accounting Spotlight Newsletter

*Considerations for Commercial Entities Implementing the Current Expected Credit Loss Standard in 2023* (January 30, 2023)

## Dbriefs for Financial Executives

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