

# Accounting Roundup.

by Magnus Orrell and Sean Prince, Deloitte & Touche LLP

## Contents

### Accounting Developments

#### Codification

- FASB Issues ASU Containing Technical Corrections and Improvements to the Codification

#### EITF Activity

- FASB Issues Three ASUs Related to Recent EITF Consensuses
- FASB Ratifies Two EITF Issues and Releases Proposed ASUs for Public Comment

#### Financial Instruments

- FASB Adds Offsetting Back to Its Agenda
- FASB Makes Tentative Decisions Related to Classification and Measurement
- FASB Continues Impairment Deliberations
- FASB Makes Tentative Decisions Regarding Scope of Repurchase Agreements

#### Revenue

- FASB's and IASB's Redeliberations of Joint Revenue Model Inch Ahead

#### International

- IASB Issues Guidance on Investment Entities
- IFRS Foundation Staff Publishes Analysis of SEC Staff Final Report on IFRSs
- IFRS Foundation Issues Draft Chapter of Educational Material on Fair Value Measurement
- IASB Holds Meetings to Discuss Insurance and Financial Instruments

### Auditing Developments

#### AICPA

- AICPA Publishes Revised Audit and Accounting Guide for Depository and Lending Institutions
- AICPA Issues SOP on Reporting Under Global Investment Performance Standards
- AICPA Issues Technical Practice Aids

#### CAQ

- Auditor Evaluation Tool for Audit Committees Released
- CAQ Issues Practice Aid on Communications With Audit Committees

#### IIA

- IIA Issues Revisions to Internal Audit Standards

### Governmental Accounting and Auditing Developments

#### International

- IPSASB Issues Consultation Paper on IPSASs and GFS Reporting Guidelines

### Regulatory and Compliance Developments

#### SEC

- SEC Issues Final Rule on Risk Management and Operations of Clearing Agencies
- SEC Approves Proposals for Swap Dealers and Major Swap Participants
- SEC Updates EDGAR Filer Manual
- SEC Updates Financial Reporting Manual

#### COSO

- COSO Issues White Paper on Risk Assessment

#### FSB

- EDTF Issues Proposals to Improve Bank Disclosures

#### Appendix A: Significant Adoption Dates and Deadlines

#### Appendix B: Industry Publications

#### Appendix C: Glossary of Standards

#### Appendix D: Abbreviations

### Dbriefs for Financial Executives

We invite you to participate in *Dbriefs*, Deloitte's webcast series that provides valuable insights on important developments affecting your business. Gain access to innovative ideas and critical information during these monthly webcasts.

The *Dbriefs* also provides a convenient and flexible way to earn CPE credit — right at your desk. [Join Dbriefs](#) to receive notifications about future webcasts.

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. (EST) unless otherwise noted):

- Monday, November 5: [Supply Chain Risk: Protecting Your Organization in the New Era of Exposures.](#)
- Tuesday, November 6: [Sustainability Analytics: Gaining a 3D View of Your Value Chain.](#)
- Thursday, November 8: [Tax Legislation: Will the Election Prompt Significant Change?](#)
- Monday, November 12: [Capitalizing on Cash: Evaluating Options for Overseas Cash.](#)
- Wednesday, November 14, 3:00 p.m. (EST): [Working Capital Performance: Innovations Aimed at Creating Enterprise Value.](#)
- Tuesday, November 27: [SEC Hot Topics.](#)

Don't miss out — register for these webcasts today.

## Deloitte Publications

Publication	Title	Affects
October 19, 2012, <a href="#">Heads Up</a>	<i>Announcing . . . Auditor Evaluation Tool for Audit Committees</i>	All entities and their audit committees.
October 15, 2012, <a href="#">Heads Up</a>	<i>IASB Issues Draft of Hedge Accounting Model</i>	Entities reporting under IFRSs.
October 5, 2012, <a href="#">Heads Up</a>	<i>FASB Issues ASU Containing Technical Corrections and Improvements to the Codification</i>	All entities.
October 2012 <a href="#">Power &amp; Utilities Industry Spotlight</a>	<i>ASU 2011-04: Full Disclosures — A Look at What Companies Are Doing</i>	Power and utilities entities.
October 2012 <a href="#">Real Estate Industry Spotlight</a>	<i>E&amp;C Entities Anticipate the Completion of the Converged Revenue Model</i>	Engineering and construction entities.
October 2012 <a href="#">Technology Industry Spotlight</a>	<i>Accounting for Costs Associated With Cloud Computing</i>	Technology entities.

## Leadership Changes

**FAF:** Jeffrey J. Diermeier has been appointed as chairman of the FAF. Before his appointment, Mr. Diermeier was president and CEO of the CFA Institute. In addition, Ann Marie Petach has been appointed to the FAF's board of trustees. For more information, see the [press release](#) on the FAF's Web site.

**GASB:** Robert H. Attmore, chairman of the GASB, announced that he will retire in June 2013. The FAF board of trustees will begin its search for a replacement shortly.

**IFRS Advisory Council:** Christoph Hutten has been appointed as vice chairman of the IFRS Advisory Council. In addition, Gavin Francis, Ernesto López Mozo, Ricardo Piña Gutierrez, Ghiath Shabsigh, Zinga Venner, and René van Wyk have been appointed as members of the council. For more information, see the [press release](#) on the IASB's Web site.

**IFRS Foundation:** Sheila Fraser, Wiseman Nkuhlu, and Heidi Miller have been appointed as trustees of the IFRS Foundation for two-year terms beginning on January 1, 2013. For more information, see the [press release](#) on the IASB's Web site.

## Accounting Developments

### Codification

#### FASB Issues ASU Containing Technical Corrections and Improvements to the Codification

**Affects:** All entities.

**Summary:** On October 1, 2012, the FASB issued [ASU 2012-04](#), which makes certain technical corrections (i.e., relatively minor corrections and clarifications) and "conforming fair value amendments" to the *FASB Accounting Standards Codification*. The amendments affect various ASC topics and apply to all reporting entities within the scope of those topics.

**Other Resources:** Deloitte's October 5, 2012, [Heads Up](#). ●

### EITF Activity

#### FASB Issues Three ASUs Related to Recent EITF Consensuses

**Affects:** All entities.

**Summary:** In October 2012, the FASB issued ASUs related to three EITF consensuses reached earlier this year. The three final ASUs and related EITF Issues are as follows:

- [ASU 2012-07, Accounting for Fair Value Information That Arises After the Measurement Date and Its Inclusion in the Impairment Analysis of Unamortized Film Costs](#) (EITF Issue 12-E).
- [ASU 2012-06, Subsequent Accounting for an Indemnification Asset Recognized at the Acquisition Date as a Result of a Government-Assisted Acquisition of a Financial Institution](#) (EITF Issue 12-C).
- [ASU 2012-05, Not-for-Profit Entities: Classification of the Sale Proceeds of Donated Financial Assets in the Statement of Cash Flows](#) (EITF Issue 12-A).

**Next Steps:** The effective dates for the final ASUs are as follows:

- ASU 2012-07: For SEC filers, impairment tests performed on or after December 15, 2012. For all other entities, impairment tests performed on or after December 15, 2013. Early adoption is permitted.
- ASU 2012-06: Fiscal years, and interim periods within those years, beginning on or after December 15, 2012. Early adoption is permitted.
- ASU 2012-05: Fiscal years, and interim periods within those years, beginning after June 15, 2013. Early adoption is permitted.

**Other Resources:** Deloitte's September 2012 [EITF Snapshot](#). ●

## FASB Ratifies Two EITF Issues and Releases Proposed ASUs for Public Comment

**Affects:** All entities.

**Summary:** On October 11, 2012, the FASB exposed the following two proposed ASUs for public comment in response to consensus-for-exposure reached at the EITF's September 2012 meeting:

- [Accounting for the Difference Between the Fair Value of the Assets and the Fair Value of the Liabilities of a Consolidated Collateralized Financing Entity](#).
- [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](#).

**Next Steps:** Comments on each proposal are due by December 10, 2012.

**Other Resources:** Deloitte's September 2012 [EITF Snapshot](#). ●

## Financial Instruments

### FASB Adds Offsetting Back to Its Agenda

**Affects:** All entities.

**Summary:** At its October 31, 2012, meeting, the FASB added to its agenda a project related to implementation issues resulting from the adoption of ASU 2011-11. The Board decided that the scope of the project would be limited to derivative instruments, repurchase and reverse repurchase agreements, and securities lending and borrowing arrangements.

**Next Steps:** The FASB plans to issue a proposed ASU for a 25-day comment period in the near future.

**Other Resources:** For more information, see the FASB's October 31, 2012, [Action Alert](#). ●

### FASB Makes Tentative Decisions Related to Classification and Measurement

**Affects:** All entities.

**Summary:** At its October 3, 2012, meeting, the FASB made a number of decisions related to the classification and measurement phase of its project on accounting for financial instruments. The FASB tentatively decided:

- To require entities to assess, separately from the assessment of their other deferred tax assets, the need for a valuation allowance on a deferred tax asset arising from unrealized losses recognized in other comprehensive income on a debt instrument classified and measured at fair value through other comprehensive income (FV-OCI).
- For brokers and dealers in securities, to:
  - Retain specialized guidance on:
    - Initial measurement of fail-to-deliver instruments, financial-restructuring transactions, and proprietary trading securities.

- Subsequent measurement of (1) securities underlying suspense accounts, (2) shares that a broker-dealer is firmly committed to purchase but that customers have not yet subscribed to, (3) investments in the form of equity or financing provided to another entity in connection with financial-restructuring transactions, and (4) proprietary trading securities.
- Not allow entities to use the practicability exception to measure investments in nonmarketable equity securities at cost less any impairment plus or minus adjustments in fair value when information about a change in price is observable.
- Not require parenthetical presentation or disclosure of the fair value of financial instruments classified and measured at amortized cost, if a broker or dealer is a nonpublic entity.
- For investment companies, to:
  - Retain specialized guidance on subsequent measurement of debt and equity securities and on the following:
    - Dividends and interest.
    - Investment securities sold.
    - Capital stock sold.
    - Other accounts receivable.
  - Not allow entities to use the practicability exception to measure investments in nonmarketable equity securities at cost less any impairment plus or minus adjustments in fair value when information about a change in price is observable.
  - Not require parenthetical presentation or disclosure of the fair value of financial instruments classified and measured at amortized cost, if an investment company is a nonpublic entity.
- For depository and lending institutions, to supersede the specialized guidance on initial and subsequent measurement of debt-equity swaps and subsequent measurement of short sales.
- For mortgage banks, to supersede specialized guidance on:
  - Initial measurement of affiliated transactions and loans held as long-term investments.
  - Subsequent measurement of loans held for sale and securitizations of mortgage loans held for sale.
- To require entities to provide certain disclosures:
  - For financial instruments measured at amortized cost and financial assets measured at FV-OCI, including the sales of those instruments.
  - For (1) nonmarketable equity securities under the practicability exception, (2) nonrecourse financial liabilities, (3) reclassification of financial instruments, and (4) changes in fair value related to an entity's own credit.
- To require entities to present equity method investments held for sale in a separate line item on the face of the statement of financial position.

Further, at its meetings during the week of October 14, 2012, the FASB made several tentative classification and measurement decisions related to (1) the application of the cash flow characteristics assessment to beneficial interests in securitized financial assets, (2) required disclosures for core deposit liabilities, (3) the scope of the FASB's tentative model, and (4) certain specialized industry guidance.

The FASB tentatively decided to provide implementation guidance on determining whether beneficial interests in securitized financial assets (such as collateralized debt obligations (CDOs) and synthetic CDOs) potentially qualify for a category other than fair value through net income. The FASB also tentatively decided that entities should not be required to disclose a present value amount for demand deposit liabilities in the notes to the financial statements.

In addition, the FASB tentatively decided that the following would be excluded from the scope of the classification and measurement model:

- Employers' or plans' obligations and related assets accounted for under ASC 71X (compensation) or ASC 96X (plan accounting).

- Derivatives accounted for under ASC 815 (derivatives and hedging).
- Acquisition-related contracts and contingent consideration arrangements subject to ASC 805 (business combinations).
- Financial guarantee contracts.

The following instruments would be within the scope of the FASB's tentative model:

- Interest-only and principal-only strips.
- Loan commitments issued by a lender.

The FASB also tentatively decided to include several other financial instruments within the scope of the tentative model and to exclude others.

The FASB decided to retain certain existing specialized industry guidance on measuring investments, such as the following, that are held for the purpose of doing business:

- Bank investments in Federal Home Loan Bank and Federal Reserve Bank stock.
- Broker-dealer investments in certain exchange memberships.
- Farmers' investments in agricultural cooperatives.
- Credit union deposits in the National Credit Union Share Insurance Fund.

However, the FASB's tentative impairment model for nonmarketable equity securities would apply to certain exchange memberships of brokers and dealers and bank investments in Federal Home Loan Bank and Federal Reserve Bank stock.

At its October 31, 2012, meeting, the FASB discussed transition and early adoption guidance. The Board tentatively decided that, as of the adoption date, an entity should apply the classification and measurement model to all outstanding financial instruments and record a cumulative-effect adjustment to beginning retained earnings in the period of adoption. Upon adoption, an entity would be required to disclose the following:

- "The nature and reason for the change in accounting principle, including an explanation of the newly adopted accounting principle."
- "The method of applying the adoption."
- "The effect of the adoption on any line item in the statement of financial position, if material, as of the beginning of the first period for which the guidance is effective. Presentation of the effect on financial statement subtotals is not required."
- "The cumulative effect of the change on retained earnings or other components of equity in the statement of financial position as of the beginning of the first reporting period in which the guidance is effective."

The FASB also tentatively decided that early adoption would not be permitted, except that entities would be permitted to early adopt the requirement to present in other comprehensive income changes in fair value "that result from a change in a reporting entity's own credit risk for [hybrid] financial liabilities that [would qualify for] the proposed fair value option [to avoid bifurcation of an embedded derivative] and thus be measured at fair value through net income."

**Next Steps:** The FASB plans to issue an ED on its proposed classification and measurement approach in early 2013. The IASB expects to issue an ED on this topic before the end of 2012.

**Other Resources:** Deloitte's September 24, 2012, [Heads Up](#). ●

## FASB Continues Impairment Deliberations

**Affects:** All entities.

**Summary:** At its October 10, 2012, meeting, the FASB continued deliberating the current expected credit loss (CECL) model (i.e., its proposed impairment model for financial assets). The Board discussed (1) whether the CECL model should apply to modifications of financial instruments, including troubled debt restructurings (TDRs); (2) transition guidance; and (3) an effective date for the final guidance and whether to allow early adoption.

The Board tentatively decided that reporting entities should apply the CECL model to modified financial instruments (e.g., loans whose contractual cash flows are modified as part of a TDR). As indicated in the Board's [meeting handout](#), an entity would do this by basing its estimate of expected credit losses for such modified instruments on the "contractual cash flows to which the entity is legally entitled [postmodification]."

The effective interest rate for non-TDR modifications would be adjusted prospectively. However, the Board decided that for TDRs, a reporting entity should retain, after the modification, the original effective interest rate. To do so, the reporting entity would record a basis adjustment to the modified instrument that is equal to the difference between (1) the carrying amount of the instrument before modification and (2) the present value of the instrument's postmodification contractual cash flows discounted at the original effective interest rate.

The Board also tentatively decided that reporting entities would use a cumulative-effect-adjustment approach at transition. Under this approach, entities would apply the CECL model to all outstanding financial instruments as of the effective date and record any necessary offsetting adjustment to the opening balance of current-period retained earnings. Prior periods would not be adjusted. However, entities would be required to disclose, in the statement of financial position, information about line items that were affected at transition.

In addition, the Board briefly discussed the effective date and the possibility of early adoption, but no decisions were reached on these topics. Instead, the Board decided to solicit comments on them in the upcoming ED.

At its October 31, 2012, meeting, the Board discussed the length of the comment period for its upcoming proposed ASU and unanimously agreed that it should either be 120 days or extend until April 30, 2013, whichever is longer.

**Next Steps:** The FASB and IASB plan to issue EDs on their proposed impairment models by the end of 2012.

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

## FASB Makes Tentative Decisions Regarding Scope of Repurchase Agreements

**Affects:** All entities.

**Summary:** In the second quarter of 2012, as part of its project on reexamining ASC 860's accounting and disclosure requirements for repurchase agreements and similar transactions, the FASB tentatively decided that a repurchase agreement or similar transaction that has all of the following characteristics would be accounted for as a secured borrowing (quoted material is from the Board's October 3, 2012, [Action Alert](#)):

- "The agreement involves a transfer of existing financial assets at its inception."
- "The agreement involves both a right and an obligation to repurchase the financial assets."
- "The initial transfer and forward repurchase agreement involve the same counterparty."
- "The agreement to repurchase the financial assets is entered into contemporaneously with, or in contemplation of, the initial transfer."
- "The repurchase price is fixed or readily determinable."
- "The financial assets specified under the forward repurchase agreement are identical to or substantially the same as the financial assets transferred at inception."

At its October 3, 2012, meeting, the Board decided to limit the application of the six characteristics above to the following transactions:

- "[R]epurchase agreements and similar transactions that would be settled through repurchase of financial assets that are the same or substantially the same as those initially transferred."
- Agreements to transfer a financial asset with a forward contract to repurchase the financial asset when the settlement date of the forward contract coincides with the maturity date of the transferred financial assets, resulting in "an amount of cash equal to the redemption or settlement value of the initially transferred financial assets (or the difference between that value and the fixed repurchase price)."

Repurchase transactions other than those described above would not be evaluated on the basis of the aforementioned six characteristics but in accordance with the other derecognition criteria in ASC 860.

**Next Steps:** The FASB plans to issue an ED on its proposed amendments to repurchase-agreement accounting sometime in the fourth quarter of 2012.

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

## Revenue

### FASB's and IASB's Redeliberations of Joint Revenue Proposal Inch Ahead

**Affects:** All entities.

**Summary:** On October 18, 2012, the FASB and IASB (the "boards") continued redeliberating their November 2011 [ED](#) on revenue recognition. During the meeting, the boards discussed possible improvements and clarifications to the (1) requirements for contract modifications and (2) proposals on measuring progress toward complete satisfaction of a performance obligation.

**Other Resources:** For more information about the boards' discussion at the joint meeting, see the [observer notes](#) on Deloitte's *IASPlus* Web site. ●

## International

### IASB Issues Guidance on Investment Entities

**Affects:** Entities reporting under IFRSs.

**Summary:** On October 31, 2012, the IASB published a final standard on investment entities, which amends IFRS 10, IFRS 12, and IAS 27 and introduces the concept of an investment entity in IFRSs. The amendments establish an exception to IFRS 10's general consolidation principle for investment entities, requiring them to "measure particular subsidiaries at fair value through profit or loss, rather than consolidate them." In addition, the amendments outline required disclosures for reporting entities that meet the definition of an investment entity.

**Next Steps:** The amendments are effective for reporting periods beginning on or after January 1, 2014. Early adoption is permitted.

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

### IFRS Foundation Staff Publishes Analysis of SEC Staff Final Report on IFRSs

**Affects:** All entities.

**Summary:** On October 22, 2012, the IFRS Foundation staff released an [analysis](#) of the SEC staff's July 2012 [final report](#) on incorporating IFRSs into the U.S. financial reporting system. The analysis concludes that "[w]hile the size of the US economy relative to other jurisdictions presents significant challenges in transition that are unique to the US, the experience of other countries suggests that many of the challenges can be overcome with the appropriate political will to make a commitment to the mission of a single set of global standards."

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

### IFRS Foundation Issues Draft Chapter of Educational Material on Fair Value Measurement

**Affects:** Entities reporting under IFRSs.

**Summary:** On October 18, 2012, the IFRS Foundation issued a [draft](#) of the first chapter of nonauthoritative guidance on measuring the fair value of unquoted equity instruments within the scope of IFRS 9. The guidance is part of the foundation's Education Initiative related to IFRS 13.

**Next Steps:** Although the staff is not exposing the draft for comment, it will remain available on the IASB's Web site until the end of November 2012. The IFRS Foundation is expected to publish a final version of the chapter in December 2012.

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

## IASB Holds Meetings to Discuss Insurance and Financial Instruments

**Affects:** Entities reporting under IFRSs.

**Summary:** During the week of October 15, 2012, the IASB held several meetings to discuss its insurance and financial instruments projects.

With respect to its insurance project, the IASB met with the FASB to discuss issues related to (1) the implementation of the premium allocation approach and (2) participating contracts and the application of the “mirroring approach.”

Regarding its financial instruments project, the IASB discussed (1) feedback received on its proposed impairment model, (2) the status of its ED on classification and measurement, and (3) the development of an accounting model for macro hedging activities on the basis of the “11 steps” that the IASB initially discussed at its November 2011 meeting.

**Next Steps:** The IASB intends to issue EDs on the classification and measurement and impairment phases of its financial instruments project by the end of the year and an ED on its insurance project during the first half of 2013.

**Other Resources:** For more information on the items discussed at the IASB’s meetings, see the [observer notes](#) on Deloitte’s *IASPlus* Web site. ●

## Auditing Developments

### AICPA

#### AICPA Publishes Revised Audit and Accounting Guide for Depository and Lending Institutions

**Affects:** Depository and lending institutions and their auditors.

**Summary:** In October, the AICPA published an update to its [audit and accounting guide](#) (AAG) for depository and lending institutions. The AAG has been revised to incorporate the AICPA’s clarified auditing requirements, address current regulatory issues (e.g., the Dodd-Frank Wall Street Reform and Consumer Protection Act), and address recent accounting developments, among other things.

**Next Steps:** The revised AAG is effective for auditors of depository and lending institutions at the time the clarified auditing standards become effective for their audit engagements. ●

#### AICPA Issues SOP on Reporting Under Global Investment Performance Standards

**Affects:** Auditors of entities reporting under global investment performance standards.

**Summary:** In October, the ASB of the AICPA issued SOP 12-1, which supersedes the guidance in SOP 06-1 on examining and reporting on “aspects of an investment firm’s compliance with Global Investment Performance Standards.” ●

#### AICPA Issues Technical Practice Aids

**Affects:** Insurance entities, health care entities, and auditors that review interim financial information in accordance with AU Section 722.

**Summary:** In October, the AICPA issued several new or revised TPAs (i.e., nonauthoritative Q&As that address selected practice issues). Two of these TPAs are related to ASU 2010-26 and the accounting for deferred acquisition costs by insurance entities:

- [TIS Section 6300.39, “Cumulative Effect of Change in Accounting Principle — ASU No. 2010-26.”](#)
- [TIS Section 6300.40, “Deferrable Commissions and Bonuses Under ASU No. 2010-26.”](#)

In addition, four of the TPAs are relevant for health care entities:

- [TIS Section 6400.49, “Presentation of Claims Liability and Insurance Recoveries — Contingencies Similar to Malpractice.”](#)

- [TIS Section 6400.50, "Accrual of Legal Costs Associated With Contingencies Other Than Malpractice."](#)
- [TIS Section 6400.51, "Presentation of Insurance Recoveries When Insurer Pays Claims Directly."](#)
- [TIS Section 6400.52, "Insurance Recoveries From Certain Retrospectively Rated Insurance Policies."](#)

Finally, one TPA applies to independent auditors' reviews of interim financial information:

- [TIS Section 9170.02, "Supplementary Information That Accompanies Interim Financial Information."](#) ●

## CAQ

### Auditor Evaluation Tool for Audit Committees Released

**Affects:** All entities.

**Summary:** On October 15, 2012, a group of leading governance organizations released an 11-page [tool](#) to help audit committees evaluate their external auditor as part of the annual reappointment process.

**Other Resources:** Deloitte's October 19, 2012, [Heads Up](#). Also see the [press release](#) on the CAQ's Web site. ●

### CAQ Issues Practice Aid on Communications With Audit Committees

**Affects:** All entities.

**Summary:** On October 10, 2012, the CAQ issued a [practice aid](#) that encourages auditors to "proactively communicate in a timely, forthright and robust manner" with audit committees and outlines several items that auditors should consider when establishing their communication plan.

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

## IIA

### IIA Issues Revisions to Internal Audit Standards

**Affects:** All entities.

**Summary:** On October 8, 2012, the IIA published [revisions](#) to its International Standards for the Professional Practice of Internal Auditing to "help internal audit focus on timely risks, stay aligned with exemplary practices, and maintain the appropriate stature." The revisions primarily focus on:

- "Clarifying the responsibilities of internal auditors, the chief audit executive (CAE), and the internal audit activity for conforming with the Standards."
- "Increasing focus on the Quality Assurance and Improvement Program requirements and clarifying ways in which conformance may be achieved."
- "Clarifying the CAE's role in communicating unacceptable risk."
- "Explicitly requiring timely adjustments to the internal audit plan."
- "Ensuring the audit plan covers risks to achieving strategic objectives."
- "Adding more examples of what constitutes 'functional reporting to the board.'"
- "Adding the definitions of 'overall opinion' and 'engagement opinion' to the Glossary, as well as changing the definition of 'board.'"

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

# Governmental Accounting and Auditing Developments

## International

### IPSASB Issues Consultation Paper on IPSASs and GFS Reporting Guidelines

**Affects:** Entities applying IPSASs.

**Summary:** On October 17, 2012, the IPSASB issued a [consultation paper](#) (CP) that discusses the differences between IPSASs and GFS reporting guidelines and how those differences can be reduced. The CP also discusses the benefits from using an integrated financial information system that would support financial statements prepared under IPSASs in addition to GFS reports.

**Next Steps:** Comments on the CP are due by March 31, 2013.

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

## Regulatory and Compliance Developments

### SEC

#### SEC Issues Final Rule on Risk Management and Operations of Clearing Agencies

**Affects:** Public entities.

**Summary:** On October 22, 2012, the SEC issued a [final rule](#) on the risk management and operations of clearing agencies. The rule requires clearing agencies to "establish, implement, maintain and enforce written policies and procedures reasonably designed to:

- Measure [their] credit exposures to [their] participants at least once a day.
- Use margin requirements to limit [their] credit exposures to participants using risk-based models and parameters, to be reviewed at least monthly.
- Maintain sufficient financial resources to withstand, at a minimum, a default by the participant family to which [they have] the largest exposure in extreme but plausible market conditions (and a default by the two participant families to which [they have] the largest exposures for security-based swap clearing agencies).
- Provide for an annual model validation by a qualified person who is free from influence from the persons responsible for the development or operation of the models being validated."

**Next Steps:** The final rule will become effective on January 2, 2013.

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

#### SEC Approves Proposals for Swap Dealers and Major Swap Participants

**Affects:** Public entities.

**Summary:** On October 18, 2012, the SEC issued a [proposed rule](#) that outlines capital, margin, and segregation requirements. The SEC chairman stated that the objective of the proposed rule is "to make the financial system safer and the derivative markets fairer, more efficient, and more transparent." Among other things, the proposed rule outlines:

- "How much capital dealers in security-based swaps need to hold."
- "When and how these dealers need to collect collateral, or margin, to protect against losses from counterparties."
- "How these dealers segregate and protect funds and securities held for customers."

**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](#) on the SEC's Web site. ●

## SEC Updates EDGAR Filer Manual

**Affects:** Public entities.

**Summary:** On October 4, 2012, the SEC published a [final rule](#) that would amend its EDGAR Filer Manual to:

- “Support public dissemination of previously submitted draft registration statements either under the JOBS Act or the Division of Corporation Finance’s foreign private issuer policy.”
- “Support PDF as an official filing format for submission type 40-33 and 40-33/A.”
- “Support changes in the beneficiary account and receiver American Bank Association number and name for fee payments made for filings.”
- “Allow a future period date up to the next business date for Form 8-K.”

**Next Steps:** The final rule became effective on October 15, 2012. ●

## SEC Updates Financial Reporting Manual

**Affects:** Public entities.

**Summary:** On October 4, 2012, the SEC's Division of Corporation Finance published an update to its [Financial Reporting Manual](#) (FRM). This new version contains updates made as of June 30, 2012. In addition to certain minor editorial revisions, changes include clarifications regarding (1) proxy statement requirements related to business dispositions, (2) auditor association with "from inception" amounts in development-stage companies, and (3) PCAOB auditor and other reporting requirements related to reverse mergers.

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

## COSO

### COSO Issues White Paper on Risk Assessment

**Affects:** All entities.

**Summary:** On October 26, 2012, COSO issued a [white paper](#) that outlines best practices for an entity's risk assessment procedures. The white paper “represents another in a series of papers published by COSO aimed at helping organizations move up the maturity curve in their ongoing development of a robust ERM program.”

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

## FSB

### EDTF Issues Proposals to Improve Bank Disclosures

**Affects:** All banks, particularly large international banks.

**Summary:** On October 29, 2012, the Enhanced Disclosure Task Force (EDTF) — an organization that was commissioned by the FSB — issued a [report](#) that contains recommendations for improving the risk disclosures provided by banks. The report is the result of a collaborative effort between preparers and users of bank financial statements and outlines seven principles for improving banks' risk disclosures. In addition, the report contains examples of “best practice” disclosures to help banks adopt the report's recommendations.

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

## Appendix A: Significant Adoption Dates and Deadlines

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

FASB/EITF	Affects	Status
<b>Significant Adoption Dates</b>		
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.

<p>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)</p>	<p>Entities that report items of other comprehensive income.</p>	<p><i>Public entities</i>— Effective for fiscal years, and interim periods within those years, beginning after December 15, 2011.</p> <p><i>Nonpublic entities</i>— Effective for fiscal years ending after December 15, 2012, and interim and annual periods thereafter.</p> <p>For both public and nonpublic entities, early adoption is permitted and transition disclosures are not required. In addition, the ASU must be applied retrospectively to all periods presented.</p>
<p>ASU 2011-11, <i>Disclosures About Offsetting Assets and Liabilities</i> (issued December 16, 2011)</p>	<p>Entities that have financial instruments and derivative instruments that are either (1) offset in accordance with either ASC 210-20-45 or ASC 815-10-45 or (2) subject to an enforceable master netting arrangement or similar agreement.</p>	<p>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.</p>
<p>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)</p>	<p>Entities that cease to have a controlling financial interest (as described in ASC 810-10) in a subsidiary that is in-substance real estate as a result of default on the subsidiary's nonrecourse debt.</p>	<p><i>Public entities</i>— Effective for fiscal years, and interim periods within those years, beginning on or after June 15, 2012.</p> <p><i>Nonpublic entities</i>— Effective for fiscal years ending after December 15, 2013, and interim and annual periods thereafter. Early adoption is permitted.</p>
<p>ASU 2011-09, <i>Disclosures About an Employer's Participation in a Multiemployer Plan</i> (issued September 21, 2011)</p>	<p>Nongovernmental reporting entities that participate in multiemployer plans. While the majority of the amendments in this ASU apply only to multiemployer pension plans, there also are amendments that require changes in disclosures for multiemployer plans that provide postretirement benefits other than pensions as defined in the Master Glossary of the <i>FASB Accounting Standards Codification</i>.</p>	<p><i>Public entities</i>— Effective for annual periods for fiscal years ending after December 15, 2011, with early adoption permitted.</p> <p><i>Nonpublic entities</i>— Effective for annual periods for fiscal years ending after December 15, 2012, with early adoption permitted. The amendments should be applied retrospectively for all prior periods presented.</p>
<p>ASU 2011-08, <i>Testing Goodwill for Impairment</i> (issued September 15, 2011)</p>	<p>Entities, both public and nonpublic, that have goodwill reported in their financial statements.</p>	<p>Effective for annual and interim goodwill impairment tests performed for fiscal years beginning after December 15, 2011. Early adoption is permitted, including for annual and interim goodwill impairment tests performed as of a date before September 15, 2011, if an entity's financial statements for the most recent annual or interim period have not yet been issued or, for nonpublic entities, have not yet been made available for issuance.</p>
<p>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)</p>	<p>Health care organizations.</p>	<p><i>Public entities</i>— Effective for fiscal years, and interim periods within those fiscal years, beginning after December 15, 2011, with early adoption permitted.</p> <p><i>Nonpublic entities</i>— Effective for the first annual period ending after December 15, 2012, and interim and annual periods thereafter, with early adoption permitted. The amendments to the presentation of the provision for bad debts related to patient service revenue in the statement of operations should be applied retrospectively to all prior periods presented. The disclosures required by this ASU should be provided for the period of adoption and subsequent reporting periods.</p>
<p>ASU 2011-06, <i>Fees Paid to the Federal Government by Health Insurers</i> — a consensus of the FASB Emerging Issues Task Force (issued July 21, 2011)</p>	<p>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.</p>	<p>Effective for calendar years beginning after December 31, 2013, when the fee initially becomes effective.</p>

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

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

### Projects in Request-for-Comment Stage

Invitation to Comment, <i>Private Company Decision-Making Framework — A Framework for Evaluating Financial Accounting and Reporting Guidance for Private Companies</i>	Private entities.	Comments due November 9, 2012.
Discussion Paper, <i>Invitation to Comment — Disclosure Framework</i> (issued July 12, 2012)	All entities.	Comments due November 16, 2012.
Proposed ASU, <i>Accounting for the Difference Between the Fair Value of the Assets and the Fair Value of the Liabilities of a Consolidated Collateralized Financing Entity</i> — a consensus of the FASB Emerging Issues Task Force (issued October 11, 2012)	All entities that are required to consolidate a collateralized financing entity under ASC 810-10 and that are required, or have elected, under ASC 825, to measure all eligible financial assets and financial liabilities of the collateralized financing entity at fair value.	Comments due December 10, 2012.
Proposed ASU, <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 October 11, 2012)	Entities that cease to hold a controlling financial interest (as described in ASC 810-10) in a subsidiary or group of assets within a consolidated foreign entity when (1) the subsidiary or group of assets is a nonprofit activity or a business (other than a sale of in-substance real estate or a conveyance of oil and gas mineral rights) and (2) there is a cumulative translation adjustment balance associated with that consolidated foreign entity. The proposed ASU would also affect entities that lose a controlling financial interest in an investment in a foreign entity (by sale or other transfer event) as well as those that acquire a business in stages (sometimes also referred to as a step acquisition) by increasing an investment in a foreign entity from one accounted for under the equity method to one accounted for as a consolidated investment.	Comments due December 10, 2012.

AICPA	Affects	Status
-------	---------	--------

### Significant Adoption Dates

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.
SAS 121, <i>Revised Applicability of Statement on Auditing Standards No. 100, Interim Financial Information</i> (issued February 2011)	Auditors.	Effective for interim reviews of interim financial information for periods beginning after December 15, 2011. Early application is permitted.
SSARS 20, <i>Revised Applicability of Statements on Standards for Accounting and Review Services</i> (issued February 2011)	Auditors.	Effective for reviews of financial statements for periods beginning after December 15, 2011. Early application is permitted.
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

Exposure Draft, <i>Omnibus Proposal — AICPA Professional Ethics Division Interpretations and Definitions</i>	All entities.	Comments due November 19, 2012.
--	---------------	---------------------------------

SEC	Affects	Status
<b>Significant Adoption Dates</b>		
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 Line for the Commission's Inspector General</i> (34-66355) (issued February 8, 2012)	SEC registrants.	Effective February 14, 2012.
Final Rule, <i>Covered Securities of BATS Exchange, Inc.</i> (33-9295) (issued January 20, 2012)	Securities listed, or authorized for listing, on BATS Exchange, Inc.	Effective February 24, 2012.
Final Rule, <i>Net Worth Standard for Accredited Investors</i> (33-9287) (issued December 21, 2011)	SEC registrants.	Effective February 27, 2012.
Final Rule, <i>Mine Safety Disclosure</i> (33-9286) (issued December 21, 2011)	SEC registrants.	Effective January 21, 2012.
Final Rule, <i>Adoption of Updated EDGAR Filer Manual</i> (33-9281) (issued November 22, 2011)	SEC registrants.	Effective November 29, 2011.
Final Rule, <i>Reporting Line for the Commission's Ethics Counsel</i> (34-65742) (issued November 14, 2011)	SEC registrants.	Effective November 18, 2011.
Final Rule, <i>Rescission of Outdated Rules and Forms, and Amendments to Correct References</i> (33-9273) (issued November 4, 2011)	SEC registrants.	Effective November 21, 2011.
Final Rule, <i>Reporting by Investment Advisers to Private Funds and Certain Commodity Pool Operators and Commodity Trading Advisors on Form PF</i> (IA-3308) (issued October 31, 2011)	Certain registered investment advisers.	Effective March 31, 2012.
Final Rule, <i>Technical Amendment to Delegation of Authority to the Director of the Division of Trading and Markets</i> (34-65628) (issued October 26, 2011)	SEC registrants.	Effective November 2, 2011.
Final Rule, <i>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>Risk Management Controls for Brokers or Dealers With Market Access</i> (34-64748) (issued June 27, 2011)	SEC registrants.	Effective June 30, 2011. The effective date for Rule 15c3-5 remains January 14, 2011. The compliance date is extended to November 30, 2011, for the requirements of Rule 15c3-5 for fixed-income securities, and the requirements of Rule 15c3-5(c)(1)(i) for all securities. The compliance date remains July 14, 2011, for all provisions of Rule 15c3-5 not subject to the limited extension.
Final Rule, <i>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
<b>Significant Adoption Dates</b>		
Auditing Standard 16, <i>Communications With Audit Committees</i> (issued August 15, 2012)	Auditors of public entities.	Effective, subject to SEC approval, for audits in fiscal years beginning on or after December 15, 2012.
<b>Project in Request-for-Comment Stage</b>		
<i>Concept Release on Auditor Independence and Audit Firm Rotation</i> (Comment Deadline Extension)	Auditors of public entities.	Comments due November 19, 2012.
GASB	Affects	Status
<b>Significant Adoption Dates</b>		
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. Earlier 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. Earlier 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 63, <i>Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position</i> (issued June 2011)	Governmental entities.	Effective for financial statement periods beginning after December 15, 2011. Early application is encouraged.
Statement 62, <i>Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements</i> (issued December 2010)	Governmental entities.	Effective for financial statements for periods beginning after December 15, 2011. Early application is encouraged. The provisions of this Statement generally must be applied retroactively for all periods presented.
Statement 61, <i>The Financial Reporting Entity: Omnibus</i> — an amendment of GASB Statements No. 14 and No. 34 (issued November 2010)	Governmental entities.	Effective for financial statements for periods beginning after June 15, 2012. Early application is encouraged.
Statement 60, <i>Accounting and Financial Reporting for Service Concession Arrangements</i> (issued December 16, 2010)	Governmental entities.	Effective for periods beginning after December 15, 2011; retrospective application is required for all prior periods presented.
FASAB	Affects	Status
<b>Significant Adoption Dates</b>		
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
<b>Significant Adoption Dates</b>		
<i>Investment Entities — Amendments to IFRS 10, IFRS 12 and IAS 27</i>	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 — Amendments to IFRS 10, IFRS 11 and IFRS 12</i> (issued June 28, 2012)	Entities reporting under IFRSs.	Effective for annual periods beginning on or after January 1, 2013. 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.
<i>IFRS for SMEs Q&amp;A 2012/04, 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).
<i>IFRS for SMEs Q&amp;A 2012/03, Fallback to IFRS 9 Financial Instruments</i> (issued April 27, 2012)	SMEs reporting under IFRSs.	Effective upon issuance (April 27, 2012).
<i>IFRS for SMEs Q&amp;A 2012/02, Jurisdiction Requires Fallback to Full IFRSs</i> (issued April 10, 2012)	SMEs reporting under IFRSs.	Effective upon issuance (April 10, 2012).
<i>IFRS for SMEs Q&amp;A 2012/01, Application of “Undue Cost or Effort”</i> (issued April 10, 2012)	SMEs reporting under IFRSs.	Effective upon issuance (April 10, 2012).
<i>Government Loans — Amendments to IFRS 1</i> (issued March 13, 2012)	Entities reporting under IFRSs.	Effective for annual periods beginning on or after January 1, 2013. Early application is permitted.
<i>IFRS for SMEs Q&amp;A 2011/03, Interpretation of “Traded in a Public Market” in Applying the IFRS for SMEs</i> (issued December 2011)	SMEs reporting under IFRSs.	Effective upon issuance (December 7, 2011).
<i>IFRS for SMEs Q&amp;A 2011/02, Entities That Typically Have Public Accountability</i> (issued December 2011)	SMEs reporting under IFRSs.	Effective upon issuance (December 7, 2011).
<i>Offsetting Financial Assets and Financial Liabilities — Amendments to IAS 32</i> (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 — Amendments to IFRS 7</i> (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 — Amendments to IFRS 9 and IFRS 7</i> (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.
<i>IFRIC Interpretation 20, 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 — Amendments to IAS 1</i> (issued June 16, 2011)	Entities reporting under IFRSs.	Effective for annual periods beginning on or after July 1, 2012. Early application is permitted.
<i>IAS 19, 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.
<i>IAS 28, Investments in Associates and Joint Ventures</i> (Revised 2011) (issued May 12, 2011)	Entities reporting under IFRSs.	Effective prospectively for annual periods beginning on or after January 1, 2013. Early application is permitted.
<i>IAS 27, Separate Financial Statements</i> (Revised 2011) (issued May 12, 2011)	Entities reporting under IFRSs.	Effective prospectively for annual periods beginning on or after January 1, 2013. Early application is permitted.
<i>IFRS 13, Fair Value Measurement</i> (issued May 12, 2011)	Entities reporting under IFRSs.	Effective prospectively for annual periods beginning on or after January 1, 2013. Early application is permitted. The disclosure requirements do not need to be applied to comparative information provided for periods before initial application of this IFRS.

IFRS 12, <i>Disclosure of Interests in Other Entities</i> (issued May 12, 2011)	Entities reporting under IFRSs.	Effective prospectively for annual periods beginning on or after January 1, 2013. Early application is permitted.
IFRS 11, <i>Joint Arrangements</i> (issued May 12, 2011)	Entities reporting under IFRSs.	Effective prospectively for annual periods beginning on or after January 1, 2013. Early application is permitted.
IFRS 10, <i>Consolidated Financial Statements</i> (issued May 12, 2011)	Entities reporting under IFRSs.	Effective prospectively for annual periods beginning on or after January 1, 2013. Early application is permitted.
<i>Deferred Tax: Recovery of Underlying Assets</i> — Amendments to IAS 12 (issued December 20, 2010)	Entities reporting under IFRSs.	Effective for annual periods beginning on or after January 1, 2012. Early application is permitted.
IFRS 9, <i>Financial Instruments</i> (issued October 28, 2010)	Entities reporting under IFRSs.	Effective for annual periods beginning on or after January 1, 2015. Early application is permitted.
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.
<b>Projects in Request-for-Comment Stage</b>		
IASB Request for Information, <i>Post-Implementation Review: IFRS 8 Operating Segments</i> (issued July 19, 2012)	Entities reporting under IFRSs.	Comments due November 16, 2012.
IASB Request for Information, <i>Comprehensive Review of the IFRS for SMEs</i> (issued June 26, 2012)	Entities reporting under IFRSs.	Comments due November 30, 2012.

## Appendix B: Industry Publications

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

### Industry Spotlight Series

#### *Aerospace & Defense*

- [Issue 3, February 2012: Converged Revenue Recognition Model Nearly Ready for Liftoff.](#)

#### *Asset Management*

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

#### *Automotive*

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

#### *Consumer Products*

- [Issue 2, April 2012: How the Converged Revenue Recognition Model May Affect Sales Targets.](#)

#### *Financial Services*

- [Issue 1, July 2012: Financial Services Industry Spotlight — ASU 2011-04: A Few Good Disclosures.](#)

#### *Health Care Providers*

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

#### *Insurance*

- [Issue 5, August 2012: The Sun Sets on Direct-Response Advertising.](#)
- [Issue 4, April 2012: Intersection Ahead in the Revenue Recognition and Insurance Contracts Projects.](#)
- [Issue 3, November 2011: NAIC Approves SSAP No. 101, \*Income Taxes\*.](#)
- [Issue 2, November 2011: October Roundtable and Joint Meeting Highlights.](#)

#### *Life Sciences*

- [Issue 4, March 2012: Effectively Treating the Impacts of the Converged Revenue Recognition Model.](#)

#### *Media & Entertainment*

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

#### *Power & Utilities*

- [Issue 2, October 2012: ASU 2011-04: Full Disclosures — A Look at What Companies Are Doing.](#)
- [Issue 1, September 2012: CSAPR Vacated by Court of Appeals.](#)

#### *Process & Industrial Products*

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

#### *Real Estate*

- [Issue 3, October 2012: E&C Entities Anticipate the Completion of the Converged Revenue Model.](#)
- [Issue 2, April 2012: Update on the FASB's Investment Property Entity and Investment Company Projects.](#)

#### *Retail & Distribution*

- [Issue 2, April 2012: How the Converged Revenue Recognition Model May Affect Sales Targets.](#)

## ***Technology***

- [Issue 3, October 2012: Accounting for Costs Associated With Cloud Computing.](#)
- [Issue 2, February 2012: A Few Bytes Away From Downloading the Converged Revenue Recognition Standard!](#)

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

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

Financial Services, issued December 2011, in four separate volumes:

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

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

## Appendix C: Glossary of Standards

FASB Accounting Standards Codification Topic 96X, *Plan Accounting*

FASB Accounting Standards Codification Topic 958, *Not-for-Profit Entities*

FASB Accounting Standards Codification Topic 860, *Transfers and Servicing*

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

FASB Accounting Standards Codification Topic 71X, *Compensation*

FASB Accounting Standards Update No. 2012-07, *Accounting for Fair Value Information That Arises After the Measurement Date and Its Inclusion in the Impairment Analysis of Unamortized Film Costs* — a consensus of the FASB Emerging Issues Task Force

FASB Accounting Standards Update No. 2012-06, *Subsequent Accounting for an Indemnification Asset Recognized at the Acquisition Date as a Result of a Government-Assisted Acquisition of a Financial Institution* — a consensus of the FASB Emerging Issues Task Force

FASB Accounting Standards Update No. 2012-05, *Not-for-Profit Entities: Classification of the Sale Proceeds of Donated Financial Assets in the Statement of Cash Flows* — a consensus of the FASB Emerging Issues Task Force

FASB Accounting Standards Update No. 2012-04, *Technical Corrections and Improvements*

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

FASB Accounting Standards Update No. 2010-26, *Accounting for Costs Associated With Acquiring or Renewing Insurance Contracts* — a consensus of the FASB Emerging Issues Task Force

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

FASB Proposed Accounting Standards Update, *Accounting for the Difference Between the Fair Value of the Assets and the Fair Value of the Liabilities of a Consolidated Collateralized Financing Entity* — a consensus of the FASB Emerging Issues Task Force

FASB Proposed Accounting Standards Update, *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

AICPA Statement of Position 12-1, *Reporting Pursuant to the Global Investment Performance Standards*

AICPA Statement of Position 06-1, *Reporting Pursuant to the Global Investment Performance Standards*

AICPA *Professional Standards*, AU Section 722, "Interim Financial Information"

AICPA Technical Practice Aids, TIS Section 9170.02, "Supplementary Information That Accompanies Interim Financial Information"

AICPA Technical Practice Aids, TIS Section 6400.52, "Insurance Recoveries From Certain Retrospectively Rated Insurance Policies"

AICPA Technical Practice Aids, TIS Section 6400.51, "Presentation of Insurance Recoveries When Insurer Pays Claims Directly"

AICPA Technical Practice Aids, TIS Section 6400.50, "Accrual of Legal Costs Associated With Contingencies Other Than Malpractice"

AICPA Technical Practice Aids, TIS Section 6400.49, "Presentation of Claims Liability and Insurance Recoveries — Contingencies Similar to Malpractice"

AICPA Technical Practice Aids, TIS Section 6400.40, "Deferrable Commissions and Bonuses Under ASU No. 2010-26"

AICPA Technical Practice Aids, TIS Section 6400.39, "Cumulative Effect of Change in Accounting Principle — ASU No. 2010-26"

AICPA Audit and Accounting Guide, *Depository and Lending Institutions: Banks and Savings Institutions, Credit Unions, Finance Companies, and Mortgage Companies*

SEC Final Rule Release No. 34-68080, *Clearing Agency Standards*

SEC Final Rule Release No. 33-9364, *Adoption of Updated EDGAR Filer Manual*

SEC Proposed Rule Release No. 34-68071, *Capital, Margin, and Segregation Requirements for Security-Based Swap Dealers and Major Security-Based Swap Participants and Capital Requirements for Broker-Dealers*

SEC Final Staff Report, *Work Plan for the Consideration of Incorporating International Financial Reporting Standards Into the Financial Reporting System for U.S. Issuers*

Center for Audit Quality Evaluation Tool, *Audit Committee Annual Evaluation of the External Auditor*

Center for Audit Quality Practice Aid, *Discussions With Audit Committees About Inspection Findings and Quality Control Matters*

COSO White Paper, *Risk Assessment in Practice*

IFRS 13, *Fair Value Measurement*

IFRS 12, *Disclosure of Interests in Other Entities*

IFRS 10, *Consolidated Financial Statements*

IFRS 9, *Financial Instruments*

IAS 27, *Consolidated and Separate Financial Statements*

IASB Final Guidance, *Investment Entities — Amendments to IFRS 10, IFRS 12 and IAS 27*

IASB Exposure Draft, *Revenue From Contracts With Customers*

## Appendix D: Abbreviations

<b>AAG</b>	audit and accounting guide	<b>FV-OCI</b>	fair value through other comprehensive income
<b>AICPA</b>	American Institute of Certified Public Accountants	<b>GAAP</b>	generally accepted accounting principles
<b>ASB</b>	Auditing Standards Board	<b>GASB</b>	Governmental Accounting Standards Board
<b>ASC</b>	FASB Accounting Standards Codification	<b>GFS</b>	government finance statistics
<b>ASU</b>	FASB Accounting Standards Update	<b>IAS</b>	International Accounting Standard
<b>AU</b>	U.S. Auditing Standards	<b>IASB</b>	International Accounting Standards Board
<b>AU-C</b>	U.S. Clarified Auditing Standards	<b>IFAC</b>	International Federation of Accountants
<b>CAE</b>	chief audit executive	<b>IFRIC</b>	International Financial Reporting Interpretations Committee
<b>CAQ</b>	Center for Audit Quality	<b>IFRS</b>	International Financial Reporting Standard
<b>CDO</b>	collateralized debt obligation	<b>IIA</b>	Institute of Internal Auditors
<b>CECL</b>	current expected credit loss	<b>IPSAS</b>	International Public Sector Accounting Standard
<b>CEO</b>	chief executive officer	<b>IPSASB</b>	International Public Sector Accounting Standards Board
<b>CFA</b>	Chartered Financial Analyst	<b>JOBS</b>	Jumpstart Our Business Startups
<b>COSO</b>	Committee of Sponsoring Organizations of the Treadway Commission	<b>PCAOB</b>	Public Company Accounting Oversight Board
<b>CP</b>	consultation paper	<b>Q&amp;As</b>	questions and answers
<b>CPE</b>	continuing professional education	<b>SAB</b>	Staff Accounting Bulletin
<b>ED</b>	exposure draft	<b>SAS</b>	Statement on Auditing Standards
<b>EDGAR</b>	Electronic Data Gathering, Analysis, and Retrieval	<b>SEC</b>	Securities and Exchange Commission
<b>EDTF</b>	Enhanced Disclosure Task Force	<b>SFFAS</b>	Statement of Federal Financial Accounting Standards
<b>EITF</b>	Emerging Issues Task Force	<b>SMEs</b>	small and medium-sized entities
<b>ERM</b>	enterprise risk management	<b>SOP</b>	Statement of Position
<b>EST</b>	Eastern Standard Time	<b>SQCS</b>	Statement on Quality Control Standards
<b>FAF</b>	Financial Accounting Foundation	<b>SSAP</b>	Statement of Statutory Accounting Principles
<b>FASAB</b>	Federal Accounting Standards Advisory Board	<b>SSARS</b>	Statement on Standards for Accounting and Review Services
<b>FASB</b>	Financial Accounting Standards Board	<b>TDR</b>	troubled debt restructuring
<b>FinREC</b>	Financial Reporting Executive Committee	<b>TIS</b>	Technical Inquiry Service
<b>FRM</b>	SEC Financial Reporting Manual	<b>TPA</b>	Technical Practice Aid
<b>FSB</b>	Financial Stability Board		

## Subscriptions

If you wish to receive *Accounting Roundup* and other accounting publications issued by Deloitte's Accounting Standards and Communications Group, please [register](#) at [www.deloitte.com/us/subscriptions](http://www.deloitte.com/us/subscriptions).

## Technical Library: The Deloitte Accounting Research Tool

Deloitte makes available, on a subscription basis, access to its online library of accounting and financial disclosure literature. Called Technical Library: The Deloitte Accounting Research Tool, the library includes material from the FASB, the EITF, the AICPA, the PCAOB, the IASB, and the SEC, in addition to Deloitte's own accounting and SEC manuals and other interpretive accounting and SEC guidance.

Updated every business day, Technical Library has an intuitive design and navigation system that, together with its powerful search features, enable users to quickly locate information anytime, from any computer. Technical Library subscribers also receive *Technically Speaking*, the weekly publication that highlights recent additions to the library.

In addition, Technical Library subscribers have access to *Deloitte Accounting Journal* entries, which briefly summarize the newest developments in accounting standard setting.

For more information, including subscription details and an online demonstration, visit [www.deloitte.com/us/techlibrary](http://www.deloitte.com/us/techlibrary).

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

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

*Accounting Roundup* is prepared by the National Office Accounting Standards and Communications Group of Deloitte. The purpose of this publication is to briefly describe key regulatory and professional developments that have recently occurred in the field of accounting and to provide links to locations where additional information can be found on each topic. Readers seeking additional information about a topic should review the information referred to in the hyperlinks and not rely solely on the descriptions included in this communication.

This publication contains general information only and Deloitte is not, by means of this publication, rendering accounting, business, financial, investment, legal, tax, or other professional advice or services. This publication is not a substitute for such professional advice or services, nor should it be used as a basis for any decision or action that may affect your business. Before making any decision or taking any action that may affect your business, you should consult a qualified professional advisor. Deloitte, its affiliates, and related entities shall not be responsible for any loss sustained by any person who relies on this publication.

As used in this document, "Deloitte" means Deloitte & Touche LLP, a subsidiary of Deloitte LLP. Please see [www.deloitte.com/us/about](http://www.deloitte.com/us/about) for a detailed description of the legal structure of Deloitte LLP and its subsidiaries. Certain services may not be available to attest clients under the rules and regulations of public accounting.

Copyright © 2012 Deloitte Development LLC. All rights reserved.  
Member of Deloitte Touche Tohmatsu Limited.