

Accounting Roundup.

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Dbriefs for Financial Executives

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- Wednesday, November 14: [Foreign Corrupt Practices Act: Why Heightened Vigilance Can Be Critical](#).
- Wednesday, November 28: [Integrated Performance Management: A Critical Lever, But Not as Easy as It Looks](#).
- Thursday, November 29, 3:00 PM EST: [The Supply Chain Side of Governance, Risk, and Compliance](#).

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Roundup Flash

Roundup Flash briefly summarizes the decisions and news covered this month, highlighting the entities affected and next steps. To jump to the corresponding article in this issue, click a title below.

FASB Developments

FASB Decides No Deferral of Fair Value Statements 157 and 159; Proposal to Indefinitely Defer SOP 07-1 Affecting Investment Company Accounting Expected

AFFECTS: Entities required to apply Statements 157¹ and 159;² investment companies and entities with investments in investment companies.

SUMMARY: The FASB decided not to defer the effective date for Statements 157 and 159, despite requests received from constituents in favor of a deferral. The Board also discussed indefinitely deferring SOP 07-1.³

NEXT STEPS: Statements 157 and 159 are effective for fiscal years beginning after November 15, 2007. It is expected that an FSP proposing indefinite deferral of SOP 07-1 will be issued shortly.

FASB Meets With Accounting Standards Board of Japan to Discuss Global Convergence

AFFECTS: All entities.

SUMMARY: The FASB met with the Accounting Standards Board of Japan to discuss recent developments associated with their global convergence projects.

NEXT STEPS: The next joint meeting is planned for May 2008 in Tokyo.

AICPA Developments

AICPA Proposes Revisions to Accounting and Review Services Guidance

AFFECTS: Accountants providing accounting and review services.

SUMMARY: The AICPA has issued an Exposure Draft of a new omnibus statement⁴ that would clarify the scope of, and make the language consistent throughout, certain Accounting and Review Services sections and interpretations.

NEXT STEPS: Comments on the Exposure Draft are due by December 28, 2007.

AICPA Begins Project to Redraft Standards to Achieve Greater Clarity

AFFECTS: Auditors.

SUMMARY: The ASB of the AICPA has started a project to revise its auditing standards to (1) make them easier to read and understand, (2) make them more consistent in format and language, and (3) eliminate inconsistencies with International Standards on Auditing.

NEXT STEPS: The project is expected to take two to three years to complete.

SEC Developments

SEC Feedback on Executive Compensation Disclosures: "Where's the Analysis?"

AFFECTS: All public entities.

SUMMARY: The SEC issued a report⁵ providing feedback to registrants as a result of its reviews of 350

¹ FASB Statement No. 157, *Fair Value Measurements*.

² FASB Statement No. 159, *The Fair Value Option for Financial Assets and Financial Liabilities*.

³ AICPA Statement of Position 07-1, *Clarification of the Scope of the Audit and Accounting Guide Investment Companies and Accounting by Parent Companies and Equity Method Investors for Investments in Investment Companies*.

⁴ AICPA Proposed Statement on Standards for Accounting and Review Services, *Omnibus Statement on Standards for Accounting and Review Services — 2008*.

⁵ Division of Corporation Finance Report, "Staff Observations in the Review of Executive Compensation Disclosure."

public companies' filings that included the revised executive compensation disclosures.⁶ The objectives of these reviews were to evaluate companies' compliance with the revised disclosure requirements and to improve disclosures.

NEXT STEPS: The SEC staff will post its comment letters and companies' responses on EDGAR not less than 45 days after each review is complete.

SEC Approves the Use of Surrogate to Value Employee Share Options

AFFECTS: Entities issuing employee stock options.

SUMMARY: The SEC recently indicated that employee stock option appreciation rights securities (ESOARS) are sufficiently designed to meet the measurement objective of Statement 123(R).⁷ Companies issuing employee share options may be able to use ESOARS, or an alternative technique, to determine the grant-date fair value of an employee stock option.

PCAOB Developments

PCAOB Issues Draft Guidance for Auditors of Smaller Public Companies

AFFECTS: Auditors of small public entities.

SUMMARY: The PCAOB staff has issued a proposed document⁸ that provides auditors with additional guidance on applying Auditing Standard 5⁹ to audits of small public entities. The objective of this guidance is to help auditors of smaller, less complex entities design and execute audits that are in line with Auditing Standard 5.

NEXT STEPS: Comments on the proposed guidance are due by December 17, 2007.

PCAOB Approves Amendments to Inspection Frequency for Firms That Do Not Regularly Issue Audit Reports

AFFECTS: Registered public accounting firms that do not regularly issue audit reports.

SUMMARY: The PCAOB has adopted amendments to Rule 4003¹⁰ that reduce the Board's frequency of inspecting registered public accounting firms that do not regularly issue audit reports.

PCAOB Issues Inspection Report on Small U.S. Audit Firms

AFFECTS: U.S. audit firms that audit 100 or fewer public entities.

SUMMARY: The PCAOB has issued a report¹¹ on significant deficiencies observed during its three years (2004–2006) of inspections of U.S. audit firms that audit 100 or fewer public entities. The Board issued this report not only to help the firms improve their performance but also to inform the public about its findings.

International Developments

IASB and Accounting Standards Board of Japan Make Progress Toward Goal of Convergence in Accounting Standards by 2011

AFFECTS: Entities reporting under Japanese GAAP.

SUMMARY: The IASB and the Accounting Standards Board of Japan met for two days to discuss the project to converge IFRSs and Japanese GAAP. The two boards agreed about their future interaction as well as about a timetable for this project.

⁶ In July 2006, the SEC adopted amendments to its disclosure requirements for executive and director compensation and other matters (Regulation S-K, Item 402, "Executive Compensation"). The amendments were designed to give investors increased transparency regarding the compensation practices of SEC registrants, particularly the most highly paid executives. See Deloitte & Touche LLP's [August 21, 2006, Heads Up](#) for additional information.

⁷ FASB Statement No. 123(R), *Share-Based Payment*.

⁸ PCAOB Proposed Document, *Preliminary Staff Views — An Audit of Internal Control That Is Integrated With an Audit of Financial Statements: Guidance for Auditors of Smaller Public Companies*.

⁹ PCAOB Auditing Standard No. 5, *An Audit of Internal Control Over Financial Reporting That Is Integrated With an Audit of Financial Statements*.

¹⁰ PCAOB Rule 4003, *Frequency of Inspections*.

¹¹ PCAOB Release No. 2007-010, *Report on the PCAOB's 2004, 2005, and 2006 Inspections of Domestic Triennially Inspected Firms*.

IASB Extends the Deadline for Comments on Proposed IFRS for Small and Medium-Sized Entities

- AFFECTS:** Entities reporting under IFRSs and registered public accounting firms.
- SUMMARY:** The IASB has extended the deadline for submission of comments on, and field test results for, the proposed IFRS¹² for small and medium-sized entities.
- NEXT STEPS:** Comments on the proposed IFRS are now due by November 30, 2007.

IASB Publishes Proposals for Amendments to IFRSs Under the First Annual Improvements Project

- AFFECTS:** Entities reporting under IFRSs.
- SUMMARY:** As part of its first annual improvements project, the IASB has issued an Exposure Draft¹³ proposing various amendments to 25 IFRSs and IASs. The proposed changes include the elimination of inconsistencies between standards, clarification regarding how to apply certain provisions of some standards, and the restructuring of statements.
- NEXT STEPS:** Comments are due by January 11, 2008.

International Accounting Standards Committee Foundation Appoints Gerrit Zalm as Chairman of the Trustees

- AFFECTS:** The International Accounting Standards Committee (IASC) Foundation and the IASB, as well as entities reporting under IFRSs.
- SUMMARY:** The IASC Foundation, the body that governs the IASB, has appointed Gerrit Zalm, former deputy finance minister and finance minister of the Netherlands, as chairman of its trustees. Mr. Zalm's three-year term begins on January 1, 2008.

¹² IASB Exposure Draft, *IFRS for Small and Medium-Sized Entities*.

¹³ IASB Exposure Draft, *Proposed Improvements to International Financial Reporting Standards*.

Roundup Articles

FASB Developments

FASB Decides No Deferral of Fair Value Statements 157 and 159; Proposal to Indefinitely Defer SOP 07-1 Affecting Investment Company Accounting Expected

At its meeting on October 17, 2007, the FASB decided not to implement a wholesale deferral of the effective dates for Statements 157¹⁴ and 159.¹⁵ The effective date for the Statements will still be for fiscal years beginning after November 15, 2007. The Board had received requests for deferral from a number of constituents as a result of the increasing number of implementation issues identified.

The Board elected not to defer Statement 157 and instructed the FASB staff to evaluate other deferral alternatives, which could include deferring application to certain assets and liabilities or implementation timing for certain entities. These alternatives will be discussed at a future Board meeting. The Board also discussed plans to address implementation issues, including whether plan sponsors should be required to provide Statement 157 disclosures for their pension and other postretirement employee benefit plan assets. Although there was no formal vote on the issue, the Board noted that it does not believe Statement 157 should require such disclosures and that it plans to address this issue at a future meeting.

The Board elected not to defer Statement 159. All Statement 159 fair value option elections for eligible instruments existing as of the adoption date (fiscal years beginning after November 15, 2007) must be documented **no later than** the adoption date. The 120-day retroactive election provision in paragraph 30(a) of Statement 159 only applies to reporting entities that early adopt Statement 159.

The Board also [discussed](#) indefinitely deferring the effective date of SOP 07-1,¹⁶ which affects investment company accounting. It is expected that the FASB will issue an FSP shortly that will propose an indefinite deferral of the SOP. ●

FASB Meets With Accounting Standards Board of Japan to Discuss Global Convergence

On October 24, 2007, the FASB and the Accounting Standards Board of Japan (ASBJ) held their fourth meeting to discuss recent developments associated with the global convergence of accounting standards.

The boards discussed the following topics:

- Recent developments associated with convergence between U.S. GAAP and IFRSs.
- Recent SEC releases regarding the potential removal of the reconciliation requirements for foreign filers using IFRSs and the possible use of IFRSs in the United States.
- ASBJ strategies to eliminate major differences with IFRSs by 2008 and remaining differences no later than June 30, 2011.

The FASB and ASBJ also discussed the current status of the following projects:

- Conceptual framework.
- Revenue recognition.
- Liabilities and equity.
- Scope of consolidation, including special-purpose entities.

The [news release](#) announcing the meeting is available on the FASB's Web site. ●

¹⁴ FASB Statement No. 157, *Fair Value Measurements*.

¹⁵ FASB Statement No. 159, *The Fair Value Option for Financial Assets and Financial Liabilities*.

¹⁶ AICPA Statement of Position 07-1, *Clarification of the Scope of the Audit and Accounting Guide Investment Companies and Accounting by Parent Companies and Equity Method Investors for Investments in Investment Companies*.

AICPA Developments

AICPA Proposes Revisions to Accounting and Review Services Guidance

The Accounting and Review Services Committee of the AICPA has issued an Exposure Draft of a proposed SSARS.¹⁷ The proposed SSARS amends Accounting and Review Services (AR) Sections 100,¹⁸ 200,¹⁹ 300,²⁰ and 400.²¹ It also affects various AICPA Interpretations.

The proposed SSARS makes a number of changes to existing guidance, the most significant of which are:

- Conforming of terminology used in AR Sections 100, 200, 300, and 400 with that used in other standard setters' literature.
- Revision of AR Section 100 to clarify a compilation of financial statements as "an engagement in which no assurance is provided." The proposed SSARS also adds to AR Section 100 the new sections "Objective of a Compilation Engagement" and "Objective of a Review Engagement," to help differentiate between compilations, reviews, and audits.
- Revision of AR Section 100.26 to specify that a review engagement must include the following three activities:
 - Application of analytical procedures to the financial statements.
 - Inquiries made of management and other company personnel, when appropriate.
 - Obtaining of representations from management for "financial statements and periods covered by the accountant's review report."
- Revision of AR Sections 100.36 and 100.89 to indicate that management should make its written representations "as of the date of the accountant's review report."
- Addition of guidance in AR Sections 100.69–.73 on "an accountant's consideration of the entity's ability to continue as a going concern during the performance of compilation or review procedures."
- Addition of guidance in AR Sections 100.74–.77 on "an accountant's consideration of subsequent events in a compilation or review engagement."

Certain sections of the proposed SSARS would be effective for compilations and reviews of financial statements for periods ending on or after December 15, 2008. Early application would be permitted. Comments are due by December 28, 2007. The full text of the [proposed SSARS](#) is available on the AICPA's Web site. ●

AICPA Begins Project to Redraft Standards to Achieve Greater Clarity

The ASB of the AICPA has started a project to revise its auditing standards to make them (1) easier to read and understand and (2) more consistent in format and language. The project is expected to take two to three years to complete.

The three most significant changes outlined in the project are:

- Separation of requirement paragraphs from the application text to help auditors identify the requirements.
- Inclusion of an objective for each standard to help auditors understand the standard's purpose.
- Establishment of the same effective date for all "clarified" standards. The effective date should give firms enough time to implement the new standards.

The ASB will also revise the standards to eliminate unnecessary differences with International Standards on Auditing.

The [news release](#) announcing the project is available on the AICPA's Web site. ●

¹⁷ AICPA Proposed Statement on Standards for Accounting and Review Services, *Omnibus Statement on Standards for Accounting and Review Services — 2008*.

¹⁸ AICPA *Professional Standards*, AR Section 100, "Compilation and Review of Financial Statements."

¹⁹ AICPA *Professional Standards*, AR Section 200, "Reporting on Comparative Financial Statements."

²⁰ AICPA *Professional Standards*, AR Section 300, "Compilation Reports on Financial Statements Included in Certain Prescribed Forms."

²¹ AICPA *Professional Standards*, AR Section 400, "Communications Between Predecessor and Successor Accountants."

SEC Developments

SEC Feedback on Executive Compensation Disclosures: “Where’s the Analysis?”

In October 2007, in a report²² and in speeches by SEC Chairman Christopher Cox and John W. White, director of the Division of Corporation Finance, the SEC provided additional feedback to registrants regarding executive and director compensation disclosures.²³ The feedback followed the SEC staff’s recently completed comprehensive review of the first filings that included the revised executive and director compensation disclosures, a review that encompassed 350 public companies from a wide range of industries.

The staff observed that the purpose of the review was to evaluate companies’ compliance with the revised executive and director compensation disclosure rules and to help companies improve their disclosures.

The report comments on the following aspects of the revised executive and director compensation disclosures:

- Materiality of disclosures to investors.
- Manner of presentation, format, and clarity of the disclosures.
- Compensation Discussion and Analysis (CD&A).
- Other topics.

The SEC indicated that CD&A should focus more on analyzing material principles and on important factors influencing the registrant’s executive compensation policies and decisions. In other words, how and why did the company arrive at its policies and decisions? According to the report, “Where we ask a company to add analysis, or enhance its analysis, we don’t necessarily think that it should lengthen its disclosure.” Rather, the staff prefers more concise disclosures, in plain English with more tables and graphs.

For additional information, see Deloitte & Touche LLP’s [October 16, 2007, Heads Up](#). The [press release](#) containing the complete staff report is available on the SEC’s Web site. ●

SEC Approves the Use of Surrogate to Value Employee Share Options

In an October 17, 2007, letter to Zions Bancorporation (“Zions”), SEC Chief Accountant Conrad Hewitt indicated that employee stock option appreciation rights securities (ESOARS) are sufficiently designed to meet the measurement objective of Statement 123(R).²⁴ In other words, the SEC did not object to Zions’s use of ESOARS as an appropriate surrogate on which the company can base the value of employee share options that it issued.

In short, companies issuing employee share options may be able to use ESOARS (or an acceptably designed alternative) in lieu of existing valuation techniques (e.g., the Black-Scholes-Merton formula or a binomial model) to determine the grant-date fair value of an employee share option, a value that is used, in turn, to determine compensation cost. Companies may find the use of ESOARS (or ESOARS-like) instruments especially appealing if, as some predict, these market-based surrogates result in a lower, more accurate reflection of fair value than do traditional valuation models.

See Deloitte & Touche LLP’s [October 24, 2007, Heads Up](#) for further discussion on ESOARS, including accounting implications. ●

PCAOB Developments

PCAOB Issues Draft Guidance for Auditors of Smaller Public Companies

In October 2007, the PCAOB staff published for public comment its guidance²⁵ on auditing internal control over financial reporting for smaller, less complex public entities. The guidance explains how auditors can design and execute audits for

²² Division of Corporation Finance Report, “Staff Observations in the Review of Executive Compensation Disclosure.”

²³ In July 2006, the SEC adopted amendments to its disclosure requirements for executive and director compensation and other matters (Regulation S-K, Item 402, “Executive Compensation”). The amendments were designed to give investors increased transparency regarding the compensation practices of SEC registrants, particularly the most highly paid executives. See Deloitte & Touche LLP’s [August 21, 2006, Heads Up](#) for additional information.

²⁴ FASB Statement No. 123(R), *Share-Based Payment*.

²⁵ PCAOB Proposed Document, *Preliminary Staff Views — An Audit of Internal Control That Is Integrated With an Audit of Financial Statements: Guidance for Auditors of Smaller Public Companies*.

these entities that meet the objectives of Auditing Standard 5,²⁶ which the PCAOB adopted in May.

The draft guidance contains the PCAOB staff's views on the following internal-control-related topics:

- Tailoring the audit for smaller, less complex companies.
- Entity-level controls.
- Risk of management override.
- Segregation of duties and alternative controls.
- Information technology controls.
- Financial reporting competencies.
- Testing controls when a company has less formal documentation.
- Audit considerations for smaller, less complex companies that have pervasive control deficiencies.

For additional information, see Deloitte & Touche LLP's [October 26, 2007, Heads Up](#). Comments on the draft guidance are due by December 17, 2007. The [guidance](#) is available on the PCAOB's Web site. ●

PCAOB Approves Amendments to Inspection Frequency for Firms That Do Not Regularly Issue Audit Reports

The PCAOB has adopted two amendments to Rule 4003²⁷ that reduce the Board's frequency of inspecting registered public accounting firms that do not regularly issue audit reports, including those that play a "substantial role" in audits.

The amendments do not affect registered firms that regularly issue audit reports. The PCAOB reminds us that the Board still retains the right to inspect any registered firm at any time.

The full text of the [amendments](#) is available on the PCAOB's Web site. ●

PCAOB Issues Inspection Report on Small U.S. Audit Firms

On October 22, 2007, the PCAOB issued a report²⁸ on its inspections of U.S. audit firms that audited 100 or fewer public companies. The inspections were conducted from 2004 to 2006 and included the issuance of 439 reports based on 497 inspections. The report identifies audit areas in which the Board observed significant deficiencies. The report's main objectives are to help firms that were reviewed improve their performance and to inform the public about the inspection findings.

The report highlights some of the more significant deficiencies noted by the PCAOB during its inspections, including those in the following audit areas:

- Revenue.
- Related-party transactions.
- Equity transactions.
- Business combinations and impairment.
- Going-concern considerations.
- Loans and accounts receivable.
- Service organizations.
- Use of other auditors.
- Use of specialists' work.
- Independence.
- Prohibited nonaudit services.
- Indemnification.
- Concurring review partner.

²⁶ PCAOB Auditing Standard No. 5, *An Audit of Internal Control Over Financial Reporting That Is Integrated With an Audit of Financial Statements*.

²⁷ PCAOB Rule 4003, *Frequency of Inspections*.

²⁸ PCAOB Release No. 2007-010, *Report on the PCAOB's 2004, 2005, and 2006 Inspections of Domestic Triennially Inspected Firms*.

This list is not all-inclusive. Each firm should monitor its own audit performance to identify and address any areas of noncompliance with PCAOB standards.

The full text of the [report](#) is available on the PCAOB's Web site. ●

International Developments

IASB and Accounting Standards Board of Japan Make Progress Toward Goal of Convergence in Accounting Standards by 2011

On September 27–28, 2007, the IASB and the Accounting Standards Board of Japan (ASBJ) met to discuss ways to advance the convergence between Japanese GAAP and IFRSs.

The meeting had two objectives.

- To review the status of convergence projects in which major differences exist between IFRSs and Japanese GAAP. The goal is to eliminate major differences by 2008 and the remaining differences (e.g., segment reporting, intangible assets, special-purpose entities, and business combinations) by 2011.
- To discuss the ASBJ's submission of views into the IASB's current work program.

The [news release](#) announcing the meeting is available on the IASB's Web site. ●

IASB Extends the Deadline for Comments on Proposed IFRS for Small and Medium-Sized Entities

The IASB has extended the deadline for comments on, and field test results for, the proposed IFRS for small and medium-sized entities²⁹ to November 30, 2007. The comment deadline was extended primarily to give field test participants additional time to prepare their responses.

The [news release](#) announcing the extension is available on the IASB's Web site. ●

IASB Publishes Proposals for Amendments to IFRSs Under the First Annual Improvements Project

As part of its first annual improvements project, the IASB issued an Exposure Draft³⁰ of proposed amendments to 25 IFRSs and IASs. The proposed amendments (1) restructure the standards to remove redundant transitional provisions, (2) eliminate inconsistencies between standards, and (3) clarify how to apply certain provisions of some standards.

The Exposure Draft proposes changes to the following standards:

- IFRS 1, *First-time Adoption of International Financial Reporting Standards*.
- IFRS 5, *Non-current Assets Held for Sale and Discontinued Operations*.
- IFRS 7, *Financial Instruments: Disclosures*.
- IAS 1, *Presentation of Financial Statements*.
- IAS 2, *Inventories*.
- IAS 7, *Statement of Cash Flows*.
- IAS 8, *Accounting Policies, Changes in Accounting Estimates and Errors*.
- IAS 10, *Events After the Reporting Period*.
- IAS 16, *Property, Plant and Equipment*.
- IAS 17, *Leases*.
- IAS 18, *Revenue*.
- IAS 19, *Employee Benefits*.
- IAS 20, *Accounting for Government Grants and Disclosure of Government Assistance*.

²⁹ IASB Exposure Draft, *IFRS for Small and Medium-Sized Entities*.

³⁰ IASB Exposure Draft, *Proposed Improvements to International Financial Reporting Standards*.

- IAS 23, *Borrowing Costs*.
- IAS 27, *Consolidated and Separate Financial Statements*.
- IAS 28, *Investments in Associates*.
- IAS 29, *Financial Reporting in Hyperinflationary Economies*.
- IAS 31, *Interests in Joint Ventures*.
- IAS 32, *Financial Instruments: Presentation*.
- IAS 34, *Interim Financial Reporting*.
- IAS 36, *Impairment of Assets*.
- IAS 38, *Intangible Assets*.
- IAS 39, *Financial Instruments: Recognition and Measurement*.
- IAS 40, *Investment Property*.
- IAS 41, *Agriculture*.

Comments on the Exposure Draft are due by January 11, 2008. The effective date for the proposed amendments is expected to be for annual periods beginning on or after January 1, 2009. The [Exposure Draft](#) is available on the IASB's Web site. ●

International Accounting Standards Committee Foundation Appoints Gerrit Zalm as Chairman of the Trustees

On October 18, 2007, the International Accounting Standards Committee Foundation, the body that governs the IASB, announced that Gerrit Zalm, former deputy prime minister and former finance minister of the Netherlands, accepted the invitation to become the next chairman of the trustees. Mr. Zalm's three-year term begins on January 1, 2008.

His appointment was supported by the Trustee Appointments Advisory Group, which includes leaders of major international organizations.

The [news release](#) announcing the appointment of Mr. Zalm is available on the IASB's Web site. ●

Appendix A: Recent Meetings

Recent FASB Meetings

To jump to the minutes of a FASB meeting, click a date or link below.

October 10, 2007

The Board discussed the following topic:

- [Liabilities and Equity](#).

October 17, 2007

The Board discussed the following topics:

- [Conceptual Framework: Elements and Recognition](#).
- [Accounting for Leases](#).
- [Statement 133: Hedging](#).
- [Agenda Decision: Deferral of the Effective Date of Statement 157](#).
- [Agenda Decision: SOP 07-1/Statement 159 Implementation](#).

October 22, 2007

This was a joint FASB/IASB meeting. The boards discussed the following topics:

- [Financial Statement Presentation](#).
- [Conceptual Framework: Objectives and Qualitative Characteristics](#).
- [Conceptual Framework: Elements and Recognition](#).
- [Revenue Recognition](#).

October 23, 2007

This was a joint FASB/IASB meeting. The boards discussed the following topics:

- Accounting Principles for Derecognizing Financial Assets.
 - [Agenda Paper 6 — Derecognition of Financial Instruments](#).
 - [Agenda Paper 6B — Accounting Principles for Derecognizing Financial Assets Measured at Fair Value](#).

October 31, 2007

The Board discussed the following topics:

- [Financial Statement Presentation](#).
- [Valuation of Nonfinancial Assets and Emission Allowances That Are Acquired for Resale](#).
- [Agenda Decision: Not-for-Profit Endowment and UPMIFA](#).

FASB Project Summaries and Meeting Minutes

[Project summaries](#), [handouts](#) distributed at each meeting, [FASB meeting minutes](#), and [summaries](#) of FASB meetings and recent actions are available on the FASB's Web site.

Recent ASB Meetings

At its October 23–24, 2007, meeting, the ASB discussed the following topics:

- ASB's Feedback on Changes to 10 Standards to Address Clarity and Objectives of SASs.
- Issues Related to the Redrafting of Risk Assessment Standards.
- ASB's Views on Issues That Will Affect the Revision of AICPA *Professional Standards*, AU Section 341, "The Auditor's Consideration of an Entity's Ability to Continue as a Going Concern."
- Issues Affecting the Replacement of Internal Control Standards.
- Proposed Revised and Redrafted International Standard on Auditing and Assurance Standards Board Standard No. 505, *External Confirmations*.
- Overview of XBRL.

The [agenda](#) and [agenda materials](#) are available on the AICPA's Web site.

Recent AcSEC Meetings

No AcSEC meeting was held in October 2007. The next meeting is scheduled for November 6–7, 2007.

Recent SEC Regulations Committee Meetings

At its October 11, 2007, meeting, the SEC Regulations Committee discussed the following topics:

- [Document A — Assessing the Age of Financial Statement Requirements Relating to an Acquired/to Be Acquired Business When the Registrant and the Acquiree Have Different Fiscal Year-Ends.](#)
- [Document B — Financial Information Required in Registration Statements When There Are Retrospective Accounting Changes as a Result of Eventual Adoption of Proposed FASB Staff Position APB 14-a.](#)
- [Document C — Application of Rule 3-05\(b\)\(3\) of Regulation S-X Regarding Financial Statements Used to Measure Significance When an Acquired or to Be Acquired Business Is a Successor to a Predecessor Company.](#)
- [Document D — Application of Rules 3-10 and 3-16 of Regulation S-X to Automatic Shelf Registration Statements.](#)
- [Document F — Application of Rules 3-09 and 4-08\(g\) of Regulation S-X to Investments Accounted for Using the Fair Value Option Under SFAS No. 159 That Otherwise Would Be Accounted for Under the Equity Method Under APB 18.](#)

Recent FASAB Meetings

No FASAB meeting was held in October 2007. The next meeting is scheduled for December 4–5, 2007.

Recent IASB Meetings

At its October 16–19, 2007, meeting in London, the IASB discussed the following topics:

- Annual Improvements Process — 2008.
- Conceptual Framework — Objectives and Qualitative Characteristics.
- Conceptual Framework — Elements and Recognition.
- Fair Value Measurements.
- Fair Value Measurements — Overview of Valuation Concepts and Issues (Educational Session).
- Financial Instruments.
- Financial Instruments Puttable at Fair Value and Obligations Arising on Liquidation.

- Financial Statement Presentation.
- IFRIC Proposal: Draft Amendment to IFRIC 11 and IFRS 2.
- Leases.
- Liabilities — Amendments to IAS 37.
- Postemployment Benefits.
- Related-Party Disclosures.
- XBRL (Educational Session).

The [agenda](#) and the [agenda materials](#) are available on the IASB's Web site.

Recent IFRIC Meetings

No IFRIC meeting was held in October 2007. The next meeting is scheduled for November 1–2, 2007.

Recent GASB Meetings

At its October 30–31, 2007, meeting, the GASB discussed the following topics:

- Land and Other Real Estate Held as Investments by Endowments.
- Fund Balance Reporting and Governmental-Fund-Type Definitions.
- Intergovernmental Financial Dependency Risk.
- Service Efforts and Accomplishments.

The [agenda](#) of the meeting is available on the GASB's Web site.

Appendix B: Significant Adoption Dates and Deadlines

The chart below illustrates significant adoption dates and deadline dates for the FASB, EITF, AICPA/AcSEC, SEC, PCAOB, GASB/GAO, FASAB, and IASB/IFRIC.

FASB	Status
Significant Adoption Dates	
Statement 159, <i>The Fair Value Option for Financial Assets and Financial Liabilities</i> — including an amendment of FASB Statement No. 115	Effective as of the beginning of the entity's first fiscal year that begins after November 15, 2007. Early adoption is permitted as of the beginning of a fiscal year that begins on or before November 15, 2007, provided that the entity (1) also adopts the requirements of Statement 157 concurrently with or prior to the adoption of this Statement, (2) makes that choice within 120 days of the beginning of the fiscal year of adoption, and (3) at the time the entity chooses to early adopt, the entity has not yet issued financial statements, including required notes to those financial statements, for any interim period of the fiscal year that included the early adoption date.
Statement 158, <i>Employers' Accounting for Defined Benefit Pension and Other Postretirement Plans — an amendment of FASB Statements No. 87, 88, 106, and 132(R)</i>	Recognition of asset and liability related to funded status of a plan and disclosures: <ul style="list-style-type: none"> • For entities with publicly traded equity securities, effective for fiscal years ending after December 15, 2006. • For all other entities, effective for fiscal years ending after June 15, 2007. For all entities, change in measurement date is effective for fiscal years ending after December 15, 2008.
FASB Statement No. 157, <i>Fair Value Measurements</i>	Effective for fiscal years beginning after November 15, 2007, and interim periods within those years. Earlier adoption is permitted, provided that no financial statements have yet been issued within that fiscal year.
FASB Interpretation No. 48, <i>Accounting for Uncertainty in Income Taxes</i> — an interpretation of FASB Statement No. 109	Effective for fiscal years beginning after December 15, 2006.
FSP FAS 158-1, "Conforming Amendments to the Illustrations in FASB Statements No. 87, No. 88, and No. 106 and to the Related Staff Implementation Guides"	Effective concurrently with the requirements of Statement 158.
FASB Staff Position No. FAS 126-1, "Applicability of Certain Disclosure and Interim Reporting Requirements for Obligor for Conduit Debt Securities"	Effective for fiscal periods beginning after December 15, 2006. If an entity issues interim financial statements, the FSP shall be applied to the first interim period after the date of adoption.
FSP FAS 123(R)-6, "Technical Corrections of FASB Statement No. 123(R)"	Effective for the first reporting period beginning after October 20, 2006, or an earlier period for which financial statements have not yet been issued.
FSP FAS 123(R)-5, "Amendment of FASB Staff Position FAS 123(R)-1"	Effective for the first reporting period beginning after October 10, 2006, or an earlier period for which financial statements have not yet been issued.
FSP FAS 13-2, "Accounting for a Change or Projected Change in the Timing of Cash Flows Relating to Income Taxes Generated by a Leveraged Lease Transaction"	Effective for fiscal years beginning after December 15, 2006.
FSP FIN 48-1, "Definition of <i>Settlement</i> in FASB Interpretation No. 48"	Effective upon the initial adoption of Interpretation 48.

FSP FIN 46(R)-7, "Application of FASB Interpretation No. 46(R) to Investment Companies"	The effective date for applying the provisions of Interpretation 46 or Interpretation 46(R) is deferred for investment companies that are not subject to SEC Regulation S-X, Rule 6-03(c)(1), but that are currently accounting for their investments in accordance with the specialized accounting guidance in the AICPA Audit and Accounting Guide, <i>Investment Companies</i> , until the date that the investment company initially adopts AICPA Statement of Position 07-1, <i>Clarification of the Scope of the Audit and Accounting Guide Investment Companies and Accounting by Parent Companies and Equity Method Investors for Investments in Investment Companies</i> . An entity that is required to discontinue application of the specialized accounting in the Guide as a result of adoption of SOP 07-1 is subject to the provisions of Interpretation 46(R) at that time. Paragraph 4(e) of FASB Interpretation 46(R), <i>Consolidation of Variable Interest Entities</i> , states that "investments accounted for at fair value in accordance with the specialized accounting guidance in the AICPA Audit and Accounting Guide, <i>Investment Companies</i> , are not subject to consolidation according to the requirements of this Interpretation." [Footnote omitted] Accordingly, an entity that meets the definition of an investment company after adoption of SOP 07-1 should continue to apply the specialized accounting in the Guide to its investments.
FSP FIN 39-1, "Amendment of FASB Interpretation No. 39"	Effective for fiscal years beginning after November 15, 2007.
FSP AAG INV-1 and SOP 94-4-1, "Reporting of Fully Benefit-Responsive Investment Contracts Held by Certain Investment Companies Subject to the AICPA Investment Company Guide and Defined-Contribution Health and Welfare and Pension Plans"	The financial statement presentation and disclosure guidance is effective for annual periods ending after December 15, 2006. The revised definition of "fully benefit-responsive" is effective for all investment contracts as of the last day of the annual period ending after December 15, 2006.
FSP EITF 00-19-2, "Accounting for Registration Payment Arrangements"	Effective immediately for registration payment arrangements and the financial instruments subject to those arrangements that are entered into or modified after December 21, 2006. Otherwise, effective for financial statements issued for fiscal years beginning after December 15, 2006, and interim periods within those fiscal years.
FSP AUG AIR-1, "Accounting for Planned Major Maintenance Activities"	Effective for first fiscal year beginning after December 15, 2006.
Projects in Request-for-Comment Stage	
Invitation to Comment on a FASB Agenda Proposal, <i>Accounting for Insurance Contracts by Insurers and Policyholders, Including the IASB Discussion Paper, Preliminary Views on Insurance Contracts</i>	Comments due November 16, 2007.
Proposed FSP SOP 94-3-a and AAG HCO-a, "Omnibus Changes to Consolidation and Equity Method Guidance for Not-for-Profit Organizations"	Comments due November 30, 2007.
EITF	Status
Significant Adoption Dates	
Issue 07-3, "Accounting for Nonrefundable Advance Payments for Goods or Services to Be Used in Future Research and Development Activities"	Effective for fiscal years beginning after December 15, 2007, and interim periods within those fiscal years. Apply prospectively to new contracts entered into on, or after, the effective date.
Issue 06-11, "Accounting for Income Tax Benefits of Dividends on Share-Based Payment Awards"	Apply prospectively to the income tax benefits of dividends declared on affected securities in fiscal years beginning after December 15, 2007, and interim periods within those fiscal years. Earlier application is permitted as of the beginning of a fiscal year for which interim or annual financial statements have not been issued.
Issue 06-10, "Accounting for Collateral Assignment Split-Dollar Life Insurance Arrangements"	Effective for fiscal years beginning after December 15, 2007, including interim periods within those fiscal years. Earlier application is permitted.
Issue 06-9, "Reporting a Change in (or the Elimination of) a Previously Existing Difference Between the Fiscal Year-End of a Parent Company and That of a Consolidated Entity or Between the Reporting Period of an Investor and That of an Equity Method Investee"	Effective for changes occurring in interim or annual reporting periods beginning after November 29, 2006.
Issue 06-8, "Applicability of the Assessment of a Buyer's Continuing Investment Under FASB Statement No. 66, <i>Sales of Real Estate</i> , for Sales of Condominiums"	Effective for first annual reporting period beginning after March 15, 2007.
Issue 06-7, "Issuer's Accounting for a Previously Bifurcated Conversion Option in a Convertible Debt Instrument When the Conversion Option No Longer Meets the Bifurcation Criteria in FASB Statement No. 133, <i>Accounting for Derivative Instruments and Hedging Activities</i> "	Effective for interim and annual periods beginning after December 15, 2006.

Issue 06-6, "Debtor's Accounting for a Modification (or Exchange) of Convertible Debt Instruments"	Applies to modifications (or exchanges) occurring in interim or annual reporting periods beginning after November 29, 2006.
Issue 06-5, "Accounting for Purchases of Life Insurance — Determining the Amount That Could Be Realized in Accordance With FASB Technical Bulletin No. 85-4"	Effective for fiscal years beginning after December 15, 2006.
Issue 06-4, "Accounting for Deferred Compensation and Postretirement Benefit Aspects of Endorsement Split-Dollar Life Insurance Arrangements"	Effective for fiscal years beginning after December 15, 2007.
Issue 06-3, "How Taxes Collected From Customers and Remitted to Governmental Authorities Should Be Presented in the Income Statement (That Is, Gross Versus Net Presentation)"	Effective for financial statements for interim and annual periods beginning after December 15, 2006.
Issue 06-2, "Accounting for Sabbatical Leave and Other Similar Benefits Pursuant to FASB Statement No. 43"	Effective for fiscal years beginning after December 15, 2006.
Issue 06-1, "Accounting for Consideration Given by a Service Provider to a Manufacturer or Reseller of Equipment Necessary for an End-Customer to Receive Service From the Service Provider"	Effective for fiscal years beginning after June 15, 2007.
AICPA/AcSEC	Status
Significant Adoption Dates	
SOP 07-1, <i>Clarification of the Scope of the Audit and Accounting Guide Investment Companies and Accounting by Parent Companies and Equity Method Investors for Investments in Investment Companies</i>	Effective for fiscal years beginning on or after December 15, 2007. On the basis of the FASB meeting on October 17, 2007, a proposal to indefinitely defer the SOP is expected shortly.
SOP 05-1, <i>Accounting by Insurance Enterprises for Deferred Acquisition Costs in Connection With Modifications or Exchanges of Insurance Contracts</i>	Effective for internal replacements occurring in fiscal years beginning after December 15, 2006. Initial application of this SOP should be as of the beginning of an entity's fiscal year.
SAS 114, <i>The Auditor's Communication With Those Charged With Governance</i>	Effective for audits of financial statements for periods beginning on or after December 15, 2006.
SAS 113, <i>Omnibus — 2006</i>	The amendments in paragraphs 1–5 of this SAS are effective for audits of financial statements for periods beginning on or after December 15, 2006. The amendments in paragraphs 7–14 of this SAS are effective for audits of financial statements for periods ending on or after December 15, 2006.
SAS 112, <i>Communicating Internal Control Matters Identified in an Audit</i>	Effective for audits of financial statements for periods ending on or after December 15, 2006.
SAS 111, <i>Amendment to Statement on Auditing Standards No. 39, Audit Sampling</i>	Effective for audits of financial statements for periods beginning on or after December 15, 2006.
SAS 110, <i>Performing Audit Procedures in Response to Assessed Risks and Evaluating the Audit Evidence Obtained</i>	Effective for audits of financial statements for periods beginning on or after December 15, 2006.
SAS 109, <i>Understanding the Entity and Its Environment and Assessing the Risks of Material Misstatement</i>	Effective for audits of financial statements for periods beginning on or after December 15, 2006.
SAS 108, <i>Planning and Supervision</i>	Effective for audits of financial statements for periods beginning on or after December 15, 2006.
SAS 107, <i>Audit Risk and Materiality in Conducting an Audit</i>	Effective for audits of financial statements for periods beginning on or after December 15, 2006.
SAS 106, <i>Audit Evidence</i>	Effective for audits of financial statements for periods beginning on or after December 15, 2006.
SAS 105, <i>Amendment to Statement on Auditing Standards No. 95, Generally Accepted Auditing Standards</i>	Effective for audits of financial statements for periods beginning on or after December 15, 2006.
SAS 104, <i>Amendment to Statement on Auditing Standards No. 1, Codification of Auditing Standards and Procedures ("Due Professional Care in the Performance of Work")</i>	Effective for audits of financial statements for periods beginning on or after December 15, 2006.
SAS 103, <i>Audit Documentation</i>	Effective for audits of financial statements for periods ending on or after December 15, 2006.
SSAE 14, <i>SSAE Hierarchy</i>	Effective when the subject matter or assertion is as of or for a period ending on or after December 15, 2006.
SSARS 15, <i>Elimination of Certain References to Statements on Auditing Standards and Incorporation of Appropriate Guidance Into Statements on Standards for Accounting and Review Services</i>	Effective for periods ending on or after December 15, 2007.

Conforming changes to AICPA <i>Professional Standards</i> , AT Section 501, "Reporting on an Entity's Internal Control Over Financial Reporting," resulting from SAS 112	Effective when the subject matter or the assertion is as of or for the period ending on or after December 15, 2006.
AICPA <i>Professional Standards</i> , ET Section 100.01, "Conceptual Framework for AICPA Independence Standards"	Effective April 30, 2007.
AICPA Auditing Interpretation, Section 325, <i>Communicating Deficiencies in Internal Control Over Compliance in an Office of Management and Budget (OMB) Circular A-133 Audit</i>	Effective immediately.
Projects in Request-for-Comment Stage	
AICPA Proposed Interpretation 101-17, <i>Networks and Network Firms</i>	Comments due November 13, 2007.
AICPA Proposed Audit and Accounting Guide, <i>Airlines</i>	Comments due December 15, 2007.
AICPA Proposed Statement on Standards for Accounting and Review Services, <i>Omnibus Statement on Standards for Accounting and Review Services — 2008</i>	Comments due December 28, 2007.
SEC	Status
Significant Adoption Dates	
Final Rule, <i>Prohibition of Fraud by Advisers to Certain Pooled Investment Vehicles</i>	Effective September 10, 2007.
Final Rule, <i>Adoption of Updated EDGAR Filer Manual</i>	Effective August 20, 2007.
Final Rule, <i>Definition of the Term Significant Deficiency</i>	Effective September 10, 2007.
Final Rule, <i>Shareholder Choice Regarding Proxy Materials</i>	Effective January 1, 2008, except Sections 240.14a-16(d)(3) and 240.14a-16(j)(3), which are effective October 1, 2007.
Final Rule, <i>Extension of Interactive Data Voluntary Reporting Program on the EDGAR System to Include Mutual Fund Risk/Return Summary Information</i>	Effective August 20, 2007.
Final Rule, <i>Amendments to Rules Regarding Management's Report on Internal Control Over Financial Reporting</i>	Effective August 27, 2007, except the amendment to Section 210.2-02T, which is effective from August 27, 2007, until June 30, 2009.
Final Rule, <i>Covered Securities Pursuant to Section 18 of the Securities Exchange Act of 1933</i>	Effective May 24, 2007.
Final Rule, <i>Termination of a Foreign Private Issuer's Registration of a Class of Securities Under Section 12(g) and Duty to File Reports Under Section 13(a) or 15(d) of the Securities Exchange Act of 1934</i>	Effective June 4, 2007.
Final Rule, <i>Internal Control Over Financial Reporting in Exchange Act Periodic Reports of Non-Accelerated Filers and Newly Public Companies</i>	For nonaccelerated filers, auditor's attestation report on internal control over financial reporting must be included with annual reports for fiscal years ending on or after December 15, 2008. Management's report is required for fiscal years ending on or after December 15, 2007. For a newly public company, the requirement to provide either a management assessment of internal control over financial reporting or an auditor attestation report will be effective when the company files its second annual report with the SEC.
Final Rule, <i>Internal Control Over Financial Reporting in Exchange Act Periodic Reports of Foreign Private Issuers That Are Accelerated Filers</i>	For foreign private issuers that are accelerated filers (but not large accelerated filers), the auditor's attestation report on internal control over financial reporting must be included with annual reports for fiscal years ending on or after July 15, 2007. Management's report is required for fiscal years ending on or after July 15, 2006.
Interim Final Rule, <i>Executive Compensation Disclosure</i>	Effective December 29, 2006.
Final Rule, <i>Executive Compensation and Related Person Disclosure</i>	In Form 8-K, effective for triggering events that occur on or after November 7, 2006; in Forms 10-K and 10KSB, for fiscal years ending on or after December 15, 2006; and in registration and proxy/information statements filed after December 15, 2006.
Amendments to Forms N-1A, N-2, N-3, N-4, and N-6	All new registration statements filed on the investment company forms and all post-effective amendments that are annual updates to effective registration statements on the investment company forms filed on or after January 2, 2007, must include the disclosure required by the form amendments.
Final Rule, <i>First-Time Application of International Financial Reporting Standards</i> (amendments to Form 20-F)	Rule will apply to foreign private issuers that adopt IFRSs prior to, or for the first financial year starting on or after, January 1, 2007.

Final Rule, <i>Management's Report on Internal Control Over Financial Reporting and Certification of Disclosure in Exchange Act Periodic Reports</i> (an extension of compliance date)	Effective for fiscal years ending on or after November 15, 2004, for certain "accelerated filers." Effective for fiscal years ending on or after July 15, 2007, for "nonaccelerated filers," including foreign private issuers that are not accelerated filers. Effective for fiscal years ending on or after July 15, 2006, for foreign private issuers that are accelerated filers and that file annual reports on Form 20-F or Form 40-F.
SAB 108 (on the process of quantifying financial statement misstatements)	Effective for annual financial statements covering the first fiscal year ending after November 15, 2006.
Final Rule, <i>Internet Availability of Proxy Materials</i>	Effective March 30, 2007. Issuers may not send a notice of availability of proxy materials over the Internet until July 30, 2007.
Project in Request-for-Comment Stage	
Concept Release, <i>Concept Release on Allowing U.S. Issuers to Prepare Financial Statements in Accordance With International Financial Reporting Standards</i>	Comments due November 13, 2007.
PCAOB	Status
Significant Adoption Dates	
Auditing Standard 5, <i>An Audit of Internal Control Over Financial Reporting That Is Integrated With an Audit of Financial Statements</i>	Effective for audits of fiscal years ending on or after November 15, 2007. Earlier adoption is permitted. Auditors who elect to comply with Auditing Standard 5 before its effective date must also comply, at the same time, with PCAOB Rule 3525 and other PCAOB standards as amended by this release.
Auditing Standard 2, <i>An Audit of Internal Control Over Financial Reporting Performed in Conjunction With an Audit of Financial Statements</i>	Effective for fiscal years ending on or after November 15, 2004, for certain "accelerated filers." Effective for fiscal years ending on or after July 15, 2006, for foreign private issuers that are accelerated filers and file annual reports on Form 20-F or Form 40-F. Effective for fiscal years ending on or after December 15, 2007, for "nonaccelerated filers," including foreign private issuers that are not accelerated filers, who are required to provide management's report on internal control over financial reporting. In addition, a nonaccelerated filer is required to file the auditor's attestation report on internal control over financial reporting when it files an annual report for its first fiscal year ending on or after December 15, 2008.
Rule 3525, <i>Audit Committee Pre-Approval of Non-Audit Services Related to Internal Control Over Financial Reporting</i>	Effective for audits of internal control for periods ending on or after November 15, 2007.
Rule 3524, <i>Audit Committee Pre-Approval of Certain Tax Services</i>	Rule will not apply to any tax service preapproved on an engagement-by-engagement basis before June 18, 2006. With respect to tax services provided to audit clients whose audit committees preapprove tax services pursuant to policies and procedures, the rule will not apply to any such tax service that is begun by April 20, 2007.
Rule 3523, <i>Tax Services for Persons in Financial Reporting Oversight Roles</i>	Rule will not apply to tax services being provided during the professional engagement period pursuant to an engagement in process at April 19, 2006, as long as such services are completed on or before October 31, 2006. Rule will not apply to tax services being provided on or before July 31, 2007, as long as those services were performed during the audit period and completed before the beginning of the professional engagement period.
Rule 3522, <i>Tax Transactions</i>	Rule will not apply to tax services that are completed by a registered public accounting firm before June 18, 2006.
Rule 3521, <i>Contingent Fees</i>	Rule will not apply to contingent fee arrangements that, before June 18, 2006, were (1) paid in their entirety, (2) converted to fixed-fee arrangements, or (3) otherwise unwound.
Release 2006-008, <i>Amendments to Board Rules Relating to Inspections</i>	Effective December 8, 2006.
Project in Request-for-Comment Stage	
PCAOB Proposed Document, <i>Preliminary Staff Views — An Audit of Internal Control That Is Integrated With an Audit of Financial Statements: Guidance for Auditors of Smaller Public Companies</i>	Comments due December 17, 2007.
GASB/GAO	Status
Significant Adoption Dates	
Statement 51, <i>Accounting and Financial Reporting for Intangible Assets</i>	Effective for fiscal years beginning on or after June 15, 2009.

Statement 50, <i>Pension Disclosures</i>	Generally effective for periods beginning after June 15, 2007, with early adoption encouraged. For governments using the aggregate actuarial cost method, related provisions are effective for financial statements and required supplementary information that contains information from actuarial valuations as of June 15, 2007, or later.
Statement 49, <i>Accounting and Financial Reporting for Pollution Remediation Obligations</i>	Effective for financial statements for periods beginning after December 15, 2007.
Statement 48, <i>Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues</i>	Effective for financial statements for periods beginning after December 15, 2006.
Statement 45, <i>Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions</i>	Effective for: <ul style="list-style-type: none"> • Phase 1 governments in periods beginning after December 15, 2006. • Phase 2 governments in periods beginning after December 15, 2007. • Phase 3 governments in periods beginning after December 15, 2008.
Statement 43, <i>Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans</i>	Effective one year prior to the effective date of GASB Statement 45 for the employer in a single-employer plan or the largest participating employer in a multiple-employer plan.
Technical Bulletin 2006-1, <i>Accounting and Financial Reporting by Employers and OPEB Plans for Payments From the Federal Government Pursuant to the Retiree Drug Subsidy Provisions of Medicare Part D</i>	Effective for financial statements issued after June 30, 2006, except for portions of answers pertaining specifically to measurement, recognition, or required supplementary information requirements of GASB Statements 43 and 45. Those provisions would be applied upon the adoption of Statements 43 and 45.
Technical Bulletin 2004-2, <i>Recognition of Pension and Other Postemployment Benefit Expenditures/Expense and Liabilities by Cost-Sharing Employers</i>	For pension transactions, effective for financial statements for periods ending after December 15, 2004, with earlier application encouraged. For other postemployment benefit transactions, the provisions should be applied simultaneously with the requirements of GASB Statement 45.
FASAB	Status
Significant Adoption Dates	
Technical Bulletin 2006-1, <i>Recognition and Measurement of Asbestos-Related Cleanup Costs</i>	Effective for periods beginning after September 30, 2009.
Statement 31, <i>Accounting for Fiduciary Activities</i>	Effective for periods beginning after September 30, 2008.
Interpretation 7, <i>Items Held for Remanufacture</i>	Effective March 16, 2007.
Technical Release 7, <i>Clarification of Standards Relating to the National Aeronautics and Space Administration's Space Exploration Equipment</i>	Effective May 25, 2007.
Project in Request-for-Comment Stage	
Proposed Statement, <i>Reporting Gains and Losses From Changes in Assumptions and Selecting Discount Rates and Valuation Dates</i>	Comments due November 30, 2007.
IASB/IFRIC	Status
Significant Adoption Dates	
IFRS 8, <i>Operating Segments</i>	Effective for annual periods beginning on or after January 1, 2009.
IFRS 7, <i>Financial Instruments: Disclosures</i>	Effective for annual periods beginning on or after January 1, 2007.
Amendment to IAS 1, <i>Presentation of Financial Statements</i>	Effective for annual periods beginning on or after January 1, 2009.
Amendment to IAS 23, <i>Borrowing Costs</i>	Effective for annual periods beginning on or after January 1, 2009.
Amendment to IAS 1, <i>Presentation of Financial Statements — Capital Disclosures</i>	Effective for annual periods beginning on or after January 1, 2007.
IFRIC Interpretation 14, <i>IAS 19 — The Limit on a Defined Benefit Asset, Minimum Funding Requirements and Their Interaction</i>	Effective for annual periods beginning on or after January 1, 2008.
IFRIC Interpretation 13, <i>Customer Loyalty Programmes</i>	Effective for annual periods beginning on or after July 1, 2008.
IFRIC Interpretation 12, <i>Service Concession Arrangements</i>	Effective for annual periods beginning on or after January 1, 2008.
IFRIC Interpretation 11, <i>Group and Treasury Share Transactions</i>	Effective for annual periods beginning on or after March 1, 2007.
IFRIC Interpretation 10, <i>Interim Financial Reporting and Impairment</i>	Effective for annual periods beginning on or after November 1, 2006.
Projects in Request-for-Comment Stage	
IASB Discussion Paper, <i>Preliminary Views on Insurance Contracts</i>	Comments due November 16, 2007.

Exposure Draft, <i>Proposed IFRS for Small and Medium-sized Entities</i>	Comments due November 30, 2007.
IASB Exposure Draft, <i>Joint Arrangements</i>	Comments due January 11, 2008.
Exposure Draft, <i>Proposed Amendments to IAS 39, Financial Instruments: Recognition and Measurement Exposure Qualifying for Hedge Accounting</i>	Comments due January 11, 2008.
Exposure Draft, <i>Proposed Improvements to International Financial Reporting Standards</i>	Comments due January 11, 2008.

Appendix C: Abbreviations

AcSEC	Accounting Standards Executive Committee	IFRIC	International Financial Reporting Interpretations Committee
AICPA	American Institute of Certified Public Accountants	IFRS	International Financial Reporting Standard
APB	Accounting Principles Board	ITAC	Investors Technical Advisory Committee
ARB	Accounting Research Bulletin	ITC	Invitation to Comment
ASB	Auditing Standards Board	MD&A	Management's Discussion & Analysis
COSO	Committee of Sponsoring Organizations of the Treadway Commission	NAIC	National Association of Insurance Commissioners
DIG	Derivatives Implementation Group	NCGA	National Council on Governmental Accounting
DTC	Draft Technical Correction	PCAOB	Public Company Accounting Oversight Board
EDGAR	Electronic Data Gathering, Analysis, and Retrieval	SAB	Staff Accounting Bulletin
EITF	Emerging Issues Task Force	SAS	Statement on Auditing Standards
FAS	Financial Accounting Standard	SEC	Securities and Exchange Commission
FASAB	Federal Accounting Standards Advisory Board	SFFAC	Statement of Federal Financial Accounting Concepts
FASB	Financial Accounting Standards Board	SFFAS	Statement of Federal Financial Accounting Standards
FIN	FASB Interpretation	SOP	Statement of Position
FSP	FASB Staff Position	SSAE	Statement on Standards for Attestation Engagements
GAAP	Generally Accepted Accounting Principles	SSARS	Statement on Standards for Accounting and Review Services
GASB	Governmental Accounting Standards Board	TPA	Technical Practice Aid
IAS	International Accounting Standard		
IASB	International Accounting Standards Board		
IFAC	International Federation of Accountants		

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

Further information about the standard setters can be found on their respective Web sites as follows: www.fasb.org (FASB); www.fasb.org/eitf/agenda.shtml (EITF); www.aicpa.org (AICPA); www.sec.gov (SEC); www.fasab.gov (FASAB); www.gasb.org (GASB); and www.iasb.org or www.iasplus.com/index.htm (IASB and IFRIC).

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