

## 2022 FASB REVIEW

The purpose of this course is to inform the reader of the various changes affecting accounting and financial reporting, as well as a review and recall of existing accounting standards. Topics include a summary of newly issued FASB statements, current and pending developments, the new lease standard, practice issues, a discussion of accounting and financial reporting issues related to COVID-19, the CARES Act and PPP loans, accounting and disclosures for the Employee Retention Credit (ERC) and Pass-Through Entity (PTE) tax, and more.

After reading the Chapter 1 course material, you will be able to:

- Recognize a key change made to GAAP by the new lease standard
- Identify a type of lease that exists for a lessee under ASU 2016-02
- Recall a type of lease for which the ASU 2016-02 rules do not apply
- Recognize some of the criteria that determine whether a contract is or is not a lease
- Identify how a lessee should account for initial direct costs
- Recall how a lessor should initially account for initial direct costs for a lease in certain instances
- Identify how a lessor should account for lease payments received on the income statement for an operating lease
- Recognize how certain existing leases are accounted for on the implementation date of ASU 2016-02
- Recall the potential impact that the new lease standard might have on a lessee's EBITDA and debt-equity ratios.

After reading the Chapter 2 course material, you will be able to:

- Recognize some types of concentrations that might require disclosure under the risk and uncertainty rules including supply-chain shortages
- Identify the definition of near term
- Recall the frequency in which an entity should test goodwill for impairment
- Recognize some exit and disposal costs
- Recall how to classify business interruption insurance proceeds on the financial statements
- Identify the benchmark used to determine going concern
- Identify a method that can be used to measure variable consideration revenue
- Recognize an example of a construction-type contract
- Identify an advantage of a remote accounting function
- Recall how to adjust a deferred tax account when there is a change in tax law
- Recognize a change made by the CARES Act to the deductibility of interest
- Recognize how to account for PPP loan forgiveness
- Identify how to treat the forgiveness of a PPP loan for tax purposes, and

After reading the Chapter 3 course material, you will be able to:

- Recognize the type of expense that is the basis for measuring the amount of the ERC.

- Identify where to present the ERC in the statement of income using the ASC 958 conditional contribution model.
- Recognize where to present the ERC in the statement of income using the IAS 20 grant model.
- Identify an action step to be taken to correct the previous presentation and disclosure of an ERC in the prior year statement of income.
- Recognize the proper presentation of the ERC in a tax-basis statement of income.
- Recognize a technique that has been attempted to circumvent the SALT deduction limitation.
- Identify how to account for the PTE tax in an entity's financial statements.
- Recognize the requirements for recording deferred state income taxes with respect to the PTE tax election.
- Identify disclosures that should be made for the PTE tax.

After reading the Chapter 4 course material, you will be able to:

- Recognize the model that ASU 2016-13 uses to deal with credit losses
- Identify how credit losses should be recorded under new ASU 2016-13
- Identify some of the disclosures required by ASU 2016-13

After reading the Chapter 5 course material, you will be able to:

- Identify the elements that are the target of the FASB's disaggregation project
- Recognize one of the characteristics of a multi-employer pension plan
- Recognize the impact that life expectancy has on the amount of a pension liability
- Identify the basic rule of the LIFO Conformity Requirement
- Recognize how the IPIC external index for LIFO is used for GAAP
- Recall the type of investment that is eliminated by ASU 2016-01
- Identify when a sustainability disclosure is required by an SEC company
- Recognize an example of a contract that is exempt from the scope of the revenue standard
- Identify one of the two approaches that is used to recognize revenue using the new revenue standard
- Recall a change to the accounting for goodwill that is proposed by the FASB
- Recognize how to present deferred income taxes on the balance sheet under ASU 2015-17
- Recognize the basis that most marijuana businesses have to use
- Recognize when a state might be able to charge sales tax under the Wayfair decision

After reading the Chapter 6 course material, you will be able to:

- Identify the private company election to perform a triggering event evaluation
- Recognize the types of arrangements that qualify for the private company accounting alternative election related to goodwill amortization and acquisitions
- Recognize the accounting alternative for leases under common control in ASU 2018-17