2021 EFFECTIVE DATE REMINDER

This Effective Date Reminder lists only those pronouncements issued as of November 1, 2021, which became effective on or after January 1, 2021 for most entities or have not yet become effective for all entities as of November 1, 2021.

FINANCIAL ACCOUNTING STANDARDS BOARD (FASB)

ASU 2016-02, *Leases (Topic 842)*

Among many other provisions, this ASU requires lessees to recognize right-of-use assets and lease liabilities for all leases not considered short-term leases. The ASU was effective for fiscal years beginning after December 15, 2018, including interim periods within those fiscal years, for (a) a public business entity; (b) a not-for-profit entity that has issued, or is a conduit bond obligor for, securities that are traded, listed, or quoted on an exchange or an over-the-counter market (except as provided below); and (c) an employee benefit plan that files or furnishes financial statements with or to the SEC. (If an entity is a public business entity solely because its financial statements or financial information is included in another entity's filing with the SEC pursuant to certain SEC rules and regulations, see the alternative effective date provided by ASU 2017-13 as discussed below.) For all other entities, the ASU is effective for fiscal years beginning after December 15, 2021, and interim periods within fiscal years beginning after December 15, 2022. Additionally, the ASU was effective for fiscal years beginning after December 15, 2019, including interim periods within those fiscal years, for not-for-profit entities that have issued or are conduit obligors for securities that are traded, listed or quote on an exchange or an over-the-counter market that had not yet issued (or made available for issuance) financial statements as of June 3, 2020.

ASU 2016-13, *Financial Instruments—Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments*

Among other provisions, this ASU requires the allowance for credit losses to reflect management's current estimate of credit losses that are expected to occur over the remaining life of a financial asset. For public business entities that are SEC filers, except for entities eligible to be smaller reporting companies (as defined by the SEC), the ASU was effective for fiscal years beginning after December 15, 2019, including interim periods within those fiscal years. (Please see our website for information with respect to when an entity should conclude whether it is a smaller reporting company for purposes of the effective date determination.) For all other entities, the ASU is effective for fiscal years beginning after December 15, 2022, including interim periods within those fiscal years. However, the Consolidated Appropriations Act, 2021 extends the end date for an insured depository institution, bank holding company or any affiliate thereof not being required to comply with ASU 2016-13 to the earlier of the first day of the fiscal year beginning after the national COVID-19 emergency terminates or January 1, 2022.

ASU 2017-04, *Intangibles—Goodwill and Other (Topic 350): Simplifying the Test for Goodwill Impairment*

This ASU simplifies how an entity is required to test goodwill for impairment by eliminating Step 2 from the goodwill impairment test. A public business entity that is an SEC filer, except for entities eligible to be smaller reporting companies (as defined by the SEC), should adopt the amendments in ASU 2017-04 for its annual or any interim goodwill impairment tests in fiscal years beginning after December 15, 2019. All other entities, including not-for-profit entities, that are adopting the amendments should do so for their annual or any interim goodwill impairment tests in fiscal years beginning after December 15, 2022.

ASU 2017-12, *Derivatives and Hedging (Topic 815): Targeted Improvements to Accounting for Hedging Activities*

This ASU makes several targeted improvements to the accounting for hedging activities. For public business entities, the ASU was effective for fiscal years beginning after December 15, 2018, and interim periods within those fiscal years. For all other entities, the ASU is effective for fiscal years beginning after December 15, 2020, and interim periods within fiscal years beginning after December 15, 2021.

ASU 2018-01, *Leases (Topic 842): Land Easement Practical Expedient for Transition to Topic 842*

This ASU clarifies that land easements should be evaluated under the new guidance in Topic 842 to determine whether the arrangements are or contain a lease. However, the ASU also permits an entity to elect an optional transition practical expedient to not apply Topic 842 to land easements that exist or expired before the effective date of Topic 842 and that were not previously assessed under Topic 840. For entities that early adopted Topic 842, the amendments are effective upon issuance of ASU 2018-01. For entities that have not adopted Topic 842, the effective date and transition requirements for ASU 2018-01 are the same as the effective date and transition requirements in Topic 842 (see the ASU 2016-02 effective date discussed earlier).

ASU 2018-10, *Codification Improvements to Topic 842, Leases*

This ASU clarifies and corrects unintended application of narrow aspects of the lease accounting guidance. For entities that early adopted Topic 842, the amendments are effective upon issuance of ASU 2018-10, and the transition requirements are the same as those in Topic 842. For entities that have not adopted Topic 842, the effective date and transition requirements for ASU 2018-10 are the same as the effective date and transition requirements in Topic 842 (see the ASU 2016-02 effective date discussed earlier).

ASU 2018-11, *Leases (Topic 842): Targeted Improvements*

This ASU (a) allows entities to initially apply ASC 842 at the adoption date and recognize a cumulative-effect adjustment to the opening balance of retained earnings in the period of adoption; and (b) provides a practical expedient under which lessors may elect, by class of underlying assets, to not separate nonlease components from the associated lease component. For entities that have not adopted Topic 842 before the issuance of ASU 2018-11, the effective date and transition requirements for the amendments related to separating components of a contract are the same as those in ASC 842 (see the ASU 2016-02 effective date discussed earlier). For entities that have adopted Topic 842 before the issuance of ASU 2018-11, the practical expedient for separating components may be elected either in the first reporting period following the issuance of ASU 2018-11 or at the otherwise applicable effective date of Topic 842 for that entity.

ASU 2018-12, *Financial Services—Insurance (Topic 944): Targeted Improvements to the Accounting for Long-Duration Contracts*

This ASU addresses the accounting for long-duration insurance contracts, such as life insurance, disability income, long-term care and annuities. As amended by ASU 2020-11, for public business entities that meet the definition of an SEC filer, except for entities eligible to be smaller reporting companies (as defined by the SEC), ASU 2018-12 is effective for fiscal years beginning after December 15, 2022, and interim periods within those fiscal years. The one-time determination of whether an entity is an SRC should be based on an entity's most recent determination as of November 15, 2019, in accordance with SEC regulations. For all other entities, the ASU is effective for fiscal years beginning after December 15, 2024, and interim periods within fiscal years beginning after December 15, 2025.

ASU 2018-14, *Compensation—Retirement Benefits—Defined Benefit Plans—General (Subtopic 715-20): Disclosure Framework—Changes to the Disclosure Requirements for Defined Benefit Plans*

This ASU removes, adds and clarifies certain disclosure requirements for employers that sponsor defined benefit pension or other postretirement plans. The ASU is effective for fiscal years ending after December 15, 2020 for public business entities, and for fiscal years ending after December 15, 2021 for all other organizations.

ASU 2018-15, *Intangibles—Goodwill and Other—Internal-Use Software (Subtopic 350-40): Customer's Accounting for Implementation Costs Incurred in a Cloud Computing Arrangement That Is a Service Contract (a consensus of the FASB Emerging Issues Task Force)*

This ASU aligns the requirements for capitalizing implementation costs incurred in a hosting arrangement that is a service contract with the requirements for capitalizing implementation costs incurred to develop or obtain internal-use software (and hosting arrangements that include an internal-use software license). ASU 2018-15 was effective for public business entities for fiscal years beginning after December 15, 2019, and interim periods within those fiscal years. For all other entities, the ASU is effective for annual reporting periods beginning after December 15, 2020 and interim periods within annual periods beginning after December 15, 2021.

ASU 2018-16, *Derivatives and Hedging (Topic 815): Inclusion of the Secured Overnight Financing Rate (SOFR) Overnight Index Swap (OIS) Rate as a Benchmark Interest Rate for Hedge Accounting Purposes*

This ASU added the OIS rate based on SOFR as a fifth U.S. benchmark interest rate permitted in the application of hedge accounting under Topic 815. For entities that have not already adopted ASU 2017-12, ASU 2018-16 is required to be adopted concurrently with ASU 2017-12. For public business entities that already have adopted ASU 2017-12, ASU 2018-16 was effective for fiscal years beginning after December 15, 2018, and interim periods within those fiscal years. For all other entities that already have adopted ASU 2017-12, ASU 2018-16 was effective for fiscal years beginning after December 15, 2019, and interim periods within those fiscal years.

ASU 2018-17, *Consolidation (Topic 810): Targeted Improvements to Related Party Guidance Variable Interest Entities*

Under the ASU, a private company (reporting entity) may elect not to apply variable interest entity guidance to legal entities under common control (including common control leasing arrangements) if both the parent and the legal entity being evaluated for consolidation are not public business entities. ASU 2018-17 also amends certain VIE guidance for related party arrangements. For entities other than private companies, ASU 2018-17 was effective for fiscal years beginning after December 15, 2019, and interim periods within those fiscal years. The ASU is effective for a private company for fiscal years beginning after December 15, 2020, and interim periods within fiscal years beginning after December 15, 2021.

ASU 2018-18, *Collaborative Arrangements (Topic 808): Clarifying the Interaction between Topic 808 and Topic 606*

ASU 2018-18 provides guidance on how to assess whether certain transactions between collaborative participants should be accounted for in accordance with the guidance in ASC 606, *Revenue from Contracts with Customers*. For public business entities, ASU 2018-18 was effective for fiscal years beginning after December 15, 2019, and interim periods within those fiscal years. For all other organizations, the ASU is effective for fiscal years beginning after December 15, 2020, and interim periods within fiscal years beginning after December 15, 2021.

ASU 2018-19, *Codification Improvements to Topic 326, Financial Instruments – Credit Losses*

In addition to addressing other matters, ASU 2018-19 clarifies that receivables arising from operating leases are not within the scope of Subtopic 326-20. The effective date and transition requirements for ASU 2018-19 are the same as those in ASC 326 (see the ASU 2016-13 effective date discussed earlier).

ASU 2018-20, *Leases (Topic 842): Narrow-Scope Improvements for Lessors*

ASU 2018-20 addressed three issues lessors sometimes encounter in applying ASC 842. For an entity that has not adopted ASC 842, the effective date for ASU 2018-20 is the same as the effective date for ASU 2016-02. An entity that early adopted ASU 2016-02 should apply ASU 2018-20 at the otherwise applicable effective date of ASC 842 for the entity.

ASU 2019-01, *Leases (Topic 842): Codification Improvements*

ASU 2019-01 addressed two issues lessors sometimes encounter in applying ASC 842 and exempted both lessees and lessors from certain interim disclosures in the fiscal year in which a company adopts the new leases standard. Public business entities, certain not-for-profit entities and certain employee benefit plans that have already adopted ASC 842 (see the ASU 2016-02 effective date discussed earlier) should apply the ASU 2019-01 amendments addressing the two lessor accounting issues: (a) in financial statements issued for fiscal years beginning after December 15, 2019, and interim periods within those fiscal years and (b) as of the date it first applied Topic 842, using the same transition methodology in accordance with paragraph 842-10-65-1(c). All other entities should apply the ASU 2019-01 amendments addressing the two lessor accounting issues as of the effective date in Topic 842, and for those that early adopted ASC 842, such amendments should be applied as of the date it first applied Topic 842 using the same transition methodology in accordance with paragraph 842-10-65-1(c).

ASU 2019-02, *Entertainment – Films – Other Assets – Film Costs (Subtopic 926-20) and Entertainment – Broadcasters – Intangibles – Goodwill and Other (Subtopic 920-350): Improvements to Accounting for Costs of Films and License Agreements for Program Materials (a consensus of the FASB Emerging Issues Task Force)*

ASU 2019-02 addresses the accounting for costs of episodic television series, films and license agreements for program materials. For public companies, the ASU was effective for fiscal years beginning after December 15, 2019, and interim periods within those fiscal years. For all other entities, the ASU is effective for fiscal years beginning after December 15, 2020, and interim periods within those fiscal years.

ASU 2019-04, *Codification Improvements to Topic 326, Financial Instruments—Credit Losses, Topic 815, Derivatives and Hedging, and Topic 825, Financial Instruments*

ASU 2019-04 makes clarifying amendments to certain financial instrument standards. For entities that have not yet adopted ASU 2016-13, the effective dates for the amendments related to ASU 2016-13 are the same as the effective dates in ASU 2016-13. For entities that have adopted ASU 2016-13, the amendments related to ASU 2016-13 were effective for fiscal years beginning after December 15, 2019, including interim periods within those fiscal years. For entities that have not yet adopted ASU 2017-12 as of April 25, 2019, the effective dates for the amendments to Topic 815 are the same as the effective dates in ASU 2017-12. For entities that have adopted ASU 2017-12 as of April 25, 2019, the effective date was as of the beginning of the first annual period beginning after April 25, 2019. The amendments related to ASU 2016-01 were effective for fiscal years beginning after December 15, 2019, including interim periods within those fiscal years.

ASU 2019-05, *Financial Instruments – Credit Losses (Topic 326): Targeted Transition Relief*

ASU 2019-05 provides entities that have certain instruments within the scope of Subtopic 326-20, "Financial Instruments – Credit Losses – Measured at Amortized Cost," with an option to irrevocably elect the fair value option in Subtopic 825-10, "Financial Instruments – Overall," applied on an instrument-by-instrument basis for eligible instruments, upon adoption of Topic 326. For entities that have not yet adopted the credit losses standard, the ASU is effective when they implement the credit losses standard. For entities that already have adopted the credit losses standard, the ASU was effective for fiscal years beginning after December 15, 2019, including interim periods within those fiscal years.

ASU 2019-11, *Codification Improvements to Topic 326, Financial Instruments – Credit Losses*

This ASU provides narrow-scope improvements to Topic 326. For entities that have not yet adopted ASU 2016-13 as of November 26, 2019, the effective dates for ASU 2019-11 are the same as the effective dates and transition requirements in ASU 2016-13. For entities that have adopted ASU 2016-13, ASU 2019-11 was effective for fiscal years beginning after December 15, 2019, including interim periods within those fiscal years.

ASU 2019-12, *Income Taxes (Topic 740): Simplifying the Accounting for Income Taxes*

This ASU simplifies certain aspects of the accounting for income taxes. For public business entities, ASU 2019-12 is effective for fiscal years, and interim periods within those fiscal years, beginning after December 15, 2020. For all other entities, the ASU is effective for fiscal years beginning after December 15, 2021, and interim periods within fiscal years beginning after December 15, 2022.

ASU 2020-01, *Investments – Equity Securities (Topic 321), Investments – Equity Method and Joint Ventures (Topic 323), and Derivatives and Hedging (Topic 815) – Clarifying the Interactions between Topic 321, Topic 323, and Topic 815 (a consensus of the Emerging Issues Task Force)*

This ASU clarifies certain interactions between ASC 321, ASC 323 and ASC 815. For public business entities, ASU 2020-01 is effective for fiscal years beginning after December 15, 2020, and interim periods within those fiscal years. For all other entities, the ASU is effective for fiscal years beginning after December 15, 2021, and interim periods within those fiscal years.

ASU 2020-02, *Financial Instruments – Credit Losses (Topic 326) and Leases (Topic 842): Amendments to SEC Paragraphs Pursuant to SEC Staff Accounting Bulletin No. 119 and Update to SEC Section on Effective Date Related to Accounting Standards Update No. 2016-02, Leases (Topic 842)*

This ASU added an SEC paragraph to the ASC pursuant to the issuance of SEC Staff Accounting Bulletin No. 119. The ASU also states that the SEC staff would not object to a public business entity that otherwise would not meet the definition of a public business entity except for a requirement to include or the inclusion of its financial statements or financial information in another entity's filing with the SEC adopting Topic 842 for fiscal years beginning after December 15, 2020, and interim periods within fiscal years beginning after December 15, 2021. ASU 2020-02 was effective immediately upon issuance in February 2020.

ASU 2020-03, *Codification Improvements to Financial Instruments*

This ASU addresses various financial instruments topics. For public business entities, the amendments related to Issues 1, 2, 4 and 5 within the ASU were effective March 9, 2020. For all other entities, such amendments were effective for fiscal years beginning after December 15, 2019, and interim periods within those fiscal years beginning after December 15, 2020. The amendment related to Issue 3 within the ASU was effective for fiscal years beginning after December 15, 2019, including interim periods within those fiscal years. For entities that have not yet adopted ASU 2016-13, the effective dates for the amendments related to Issues 6 and 7 within ASU 2020-03 are the same as the effective dates in ASU 2016-13. For entities that have adopted ASU 2016-13, the amendments related to Issues 6 and 7 within ASU 2020-03 were effective for fiscal years beginning after December 15, 2019, including interim periods within those fiscal years.

ASU 2020-04, *Reference Rate Reform (Topic 848): Facilitation of the Effects of Reference Rate Reform on Financial Reporting*

This ASU provides temporary optional guidance intended to ease the burden of accounting for changes to certain contracts, hedging relationships and other transactions affected by reference rate reform. The ASU is effective from March 12, 2020 through December 31, 2022.

ASU 2020-06, *Debt – Debt with Conversion and Other Options (Subtopic 470-20) and Derivatives and Hedging – Contracts in Entity's Own Equity (Subtopic 815-40): Accounting for Convertible Instruments and Contracts in an Entity's Own Equity*

This ASU addresses the complexity of certain guidance for convertible instruments and contracts in an entity's own equity. The ASU is effective for public business entities that meet the definition of an SEC filer, excluding entities eligible to be smaller reporting companies as defined by the SEC, for fiscal years beginning after December 15, 2021, including interim periods within those fiscal years. For all other entities, the ASU will be effective for fiscal years beginning after December 15, 2023, including interim periods within those fiscal years.

ASU 2020-07, *Not-for-Profit Entities (Topic 958): Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*

This ASU addresses presentation and disclosure requirements for not-for-profit entities for contributed nonfinancial assets. The ASU is effective for annual periods beginning after June 15, 2021, and interim periods within annual periods beginning after June 15, 2022.

ASU 2020-08, *Codification Improvements to Subtopic 310-20, Receivables – Nonrefundable Fees and Other Costs*

This ASU clarifies that, for each reporting period, an entity should reevaluate whether a callable debt security is within the scope of ASC 310-20-35-33. For public business entities, ASU 2020-08 is effective for fiscal years, and interim periods within those fiscal years, beginning after December 15, 2020. Early application is not permitted. For all other entities, ASU 2020-08 is effective for fiscal years beginning after December 15, 2021, and interim periods within fiscal years beginning after December 15, 2022.

ASU 2020-10, *Codification Improvements*

This ASU makes minor technical corrections and clarifications to the ASC. The amendments in Sections B and C of the ASU are effective for annual periods beginning after December 15, 2020, for public business entities. For all other entities, the amendments are effective for annual periods beginning after December 15, 2021, and interim periods within annual periods beginning after December 15, 2022.

ASU 2020-11, *Financial Services – Insurance (Topic 944): Effective Date and Early Application*

This ASU deferred the effective dates of ASU 2018-12 by one year. Such deferrals are reflected as appropriate within this *Effective Date Reminder*.

ASU 2021-01, *Reference Rate Reform (Topic 848): Scope*

This ASU clarifies that certain optional expedients and exceptions in ASC 848 for contract modifications and hedge accounting apply to derivatives that are affected by the discounting transition. In addition, the ASU clarifies that a receive-variable-rate, pay-variable-rate cross-currency interest rate swap may be considered an eligible hedging instrument in a net investment hedge if both legs of the swap do not have the same repricing intervals and dates as a result of reference rate reform. ASU 2021-01 became effective January 7, 2021. The amendments in the ASU do not apply to contract modifications made after December 31, 2022, new hedging relationships entered into after December 31, 2022, and existing hedging relationships evaluated for effectiveness in periods after December 31, 2022, except for hedging relationships existing as of December 31, 2022, that apply certain optional expedients in which the accounting effects are recorded through the end of the hedging relationship (including periods after December 31, 2022).

ASU 2021-02, *Franchisors – Revenue from Contracts with Customers (Subtopic 952-606): Practical Expedient*

This ASU provides a practical expedient that permits a franchisor that is not a public business entity that enters into a franchise agreement to account for certain pre-opening services provided to a franchisee as distinct from the franchise license. For an entity that has adopted ASC 606, ASU 2021-02 is effective for interim and annual periods beginning after December 15, 2020.

ASU 2021-04, *Earnings Per Share (Topic 260), Debt – Modifications and Extinguishments (Subtopic 470-50), Compensation – Stock Compensation (Topic 718) and Derivatives and Hedging – Contracts in Entity's Own Equity (Subtopic 815-40): Issuer's Accounting for Certain Modifications or Exchanges of Freestanding Equity-Classified Written Call Options – a consensus of the Emerging issues Task Force*

This ASU clarifies an issuer's accounting for modifications or exchanges of freestanding equity-classified written call options (e.g., warrants) that remain equity classified after modification or exchange and are not within the scope of another ASC Topic. The ASU is effective for all entities for fiscal years beginning after December 15, 2021, including interim periods within those fiscal years.

ASU 2021-05, *Leases (Topic 842): Lessors – Certain Leases with Variable Lease Payments*

This ASU requires a lessor to classify and account for a lease with variable lease payments that do not depend on a reference index or a rate as an operating lease if both (a) the lease would have been classified as a sales-type lease or a direct financing lease and (b) the lessor would have otherwise recognized a day-one loss. The ASU is effective for fiscal years beginning after December 15, 2021, for all entities, and interim periods within those fiscal years for public business entities and interim periods within fiscal years beginning after December 15, 2022, for all other entities.

ASU 2021-06, *Presentation of Financial Statements (Topic 205), Financial Services – Depository and Lending (Topic 942), and Financial Services – Investment Companies (Topic 946) – Amendments to SEC Paragraphs Pursuant to SEC Final Rule Releases No. 33-10786, Amendments to Financial Disclosures about Acquired and Disposed Businesses, and No. 33-10835, Update of Statistical Disclosures for Bank and Savings and Loan Registrants*

This ASU updated the FASB Accounting Standards Codification pursuant to SEC Release No. 33-10786, which was effective January 1, 2021, and SEC Release No. 33-10835, which applies to fiscal years ending on or after December 15, 2021.

ASU 2021-07, *Compensation – Stock Compensation (Topic 718): Determining the Current Price of an Underlying Share for Equity-Classified Share-Based Awards (a consensus of the Private Company Council)*

This ASU provides a practical expedient whereby a nonpublic entity is allowed to determine the current price input of equity-classified share-based awards issued to both employees and nonemployees using the reasonable application of a reasonable valuation method. The ASU is effective prospectively for all qualifying awards granted or modified during fiscal years beginning after December 15, 2021, and interim periods within fiscal years beginning after December 15, 2022.

ASU 2021-08, *Business Combinations (Topic 805): Accounting for Contract Assets and Contract Liabilities from Contracts with Customers*

This ASU addresses how an acquirer should recognize and measure revenue contracts acquired in a business combination. For public business entities, the ASU is effective for fiscal years beginning after December 15, 2022, including interim periods within those fiscal years. For all other entities, the ASU is effective for fiscal years beginning after December 15, 2023, including interim periods within those fiscal years.

AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS

Statement on Auditing Standards (SAS) 134, *Auditor Reporting and Amendments, Including Amendments Addressing Disclosures in the Audit of Financial Statements*

SAS 134 addresses a variety of auditor reporting issues, including, but limited to, the communication of key audit matters, the auditor's reporting of substantial doubt about the entity's ability to continue as a going concern, and the auditor's focus on disclosures earlier in the process of auditing financial statements. SAS 134 is effective for audits of financial statements for periods ending on or after December 15, 2021.

SAS 135, *Omnibus Statement on Auditing Standards – 2019*

SAS 135 includes several amendments addressing a variety of topics to enhance audit quality. SAS 135 is effective for audits of financial statements for periods ending on or after December 15, 2021.

SAS 136, *Forming an Opinion and Reporting on Financial Statements of Employee Benefit Plans Subject to ERISA*

SAS 136 specifically addresses audits of financial statements of employee benefit plans subject to the Employee Retirement Income Security Act of 1974. SAS 136 is effective for audits of ERISA plan financial statements for periods ending on or after December 15, 2021.

SAS 137, *The Auditor's Responsibilities Relating to Other Information Included in Annual Reports*

SAS 137 clarified and expanded the auditor's responsibilities with respect to other information included in annual reports. SAS 137 is effective for audits of financial statements for periods ending on or after December 15, 2021.

SAS 138, *Amendments to the Description of the Concept of Materiality*

SAS 138 amends the definition of materiality discussed in existing auditing standards to be consistent with the definition of materiality used by the U.S. judicial system and other U.S. standard setters and regulators. SAS 138 is effective for audits of financial statements for periods ending on or after December 15, 2021.

SAS 139, *Amendments to AU-C Sections 800, 805, and 810 to Incorporate Auditor Reporting Changes From SAS No. 134*

SAS 139 aligns the AU-C 800 series with the relevant SAS 134 provisions. SAS 139 is effective for audits of financial statements as of or for periods ending on or after December 15, 2021 and for engagements to report on summary financial statements for periods ending on or after December 15, 2021.

SAS 140, *Amendments to AU-C Sections 725, 730, 930, 935, and 940 to Incorporate Auditor Reporting Changes From SAS Nos. 134 and 137*

SAS 140 amends AU-C Sections 725, 730, 930, 935 and 940 to incorporate the auditor reporting changes resulting from SAS 134 and SAS 137. SAS 140 is effective for audits for periods ending on or after December 15, 2021 and for reviews of interim financial information for interim periods of fiscal years beginning on or after December 15, 2021.

SAS 142, *Audit Evidence*

SAS 142 supersedes and expands the focus of AU-C section 500, *Audit Evidence*. SAS 142 is effective for audits of financial statements for periods ending on or after December 15, 2022.

SAS 143, *Auditing Accounting Estimates and Related Disclosures*

SAS 143 is intended to (a) enable auditors to appropriately address the increasingly complex scenarios resulting from new accounting standards that include estimates and related disclosures and (b) enhance the auditor's focus on factors driving estimation uncertainty and potential management bias. SAS 143 is effective for audits of financial statements for periods ending on or after December 15, 2023.

SAS 144, *Amendments to AU-C Sections 501, 540, and 620 Related to the Use of Specialists and the Use of Pricing Information Obtained From External Information Sources*

SAS 144 addresses the auditor's use of specialists and the auditor's use of pricing information obtained from external information sources. SAS 144 is effective for audits of financial statements for periods ending on or after December 15, 2023.

SAS 145, *Understanding the Entity and Its Environment and Assessing the Risks of Material Misstatement*

SAS 145 was issued to further clarify the auditor's risk assessment process. SAS 145 is effective for audits of financial statements for periods ending on or after December 15, 2023.

Statement on Standards for Attestation Engagements (SSAE) 19, *Agreed-Upon Procedures Engagements*

SSAE 19 supersedes AT-C Section 215, *Agreed-Upon Procedures Engagements*. SSAE 19 is effective for agreed-upon procedures reports dated on or after July 15, 2021.

SSAE 21, *Direct Examination Engagements*

SSAE 21 adds new AT-C Section 206, which enables practitioners to perform an examination engagement in which the practitioner obtains reasonable assurance by measuring or evaluating underlying subject matter against criteria and expressing an opinion that conveys the results of that measurement or evaluation. SSAE 21 is effective for reports dated on or after June 15, 2022.

SSAE 22, *Review Engagements*

SSAE 22 more clearly describes the types of procedures a practitioner may perform in a review engagement; revises the reporting requirements for an attestation review for additional transparency; and permits the expression of an adverse conclusion. SSAE No. 22 is effective for reports dated on or after June 15, 2022.

Statement on Standards for Accounting and Review Services (SSARS) 25, *Materiality in a Review of Financial Statements and Adverse Conclusions*

Among other provisions, SSARS 25 requires the accountant to determine materiality in a review of financial statements and provides the ability for the accountant to express an adverse conclusion when appropriate. SSARS 25 is effective for reviews of financial statements for periods ending on or after December 15, 2021.

GOVERNMENTAL ACCOUNTING STANDARDS BOARD (GASB)

GASB Statement 84, *Fiduciary Activities*

Statement 84 provides guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. Statement 84 is effective for reporting periods beginning after December 15, 2019.

GASB Statement 87, *Leases*

Statement 87 establishes a single model for lease accounting by state and local governments, with limited exceptions (most notably for “short-term” leases with a maximum possible term of 12 months). Statement 87 is effective for fiscal years beginning after June 15, 2021 and interim reporting periods beginning the year after.

GASB Statement 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*

Statement 89 requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. Statement 89 is effective for reporting periods beginning after December 15, 2020.

GASB Statement 90, *Majority Equity Interests—an amendment of GASB Statements No. 14 and No. 61*

Statement 90 clarifies the accounting and financial reporting for a state or local government’s majority equity interest in an organization that remains legally separate after acquisition. Statement 90 is effective for reporting periods beginning after December 15, 2019.

GASB Statement 91, *Conduit Debt Obligations*

Statement 91 was issued to eliminate diversity in practice associated with government issuers’ financial reporting of conduit debt obligations. The new guidance is effective for reporting periods beginning after December 15, 2021.

GASB Statement 92, *Omnibus 2020*

Statement 92 addresses various accounting and financial reporting issues. The requirements related to the effective date of Statement 87 and Implementation Guide 2019-3 and those related to certain other requirements were effective immediately upon issuance of Statement 92. The requirements related to intra-entity transfers of assets and those related to the applicability of Statements 73 and 74 are effective for fiscal years beginning after June 15, 2021. The requirements related to the application of Statement 84 and those related to the measurement of liabilities (and assets, if any) associated with asset retirement obligations in a government acquisition are effective for reporting periods beginning after June 15, 2021.

GASB Statement 93, *Replacement of Interbank Offered Rates*

Statement 93 addresses accounting and financial reporting implications that result from the replacement of an interbank offered rate. The removal of the London Interbank Offered Rate as an appropriate benchmark interest rate is effective for reporting periods ending after December 31, 2021. All other requirements are effective for reporting periods beginning after June 15, 2020, except for the requirements related to lease modifications, which are effective for reporting periods beginning after June 15, 2021.

GASB Statement 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*

Statement 94 provides guidance for the financial reporting of public-private and public-public partnerships and availability payment arrangements. Statement 94 is effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter.

GASB Statement 96, *Subscription-Based Information Technology Arrangements*

Statement 96 provides guidance on the accounting and financial reporting for cloud computing and similar subscription-based information technology arrangements. Statement 96 is effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter.

GASB Statement 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*

Statement 97 addresses (a) the applicability of component unit criteria to certain arrangements, including some Internal Revenue Code Section 457 deferred compensation plans, and (b) the accounting and financial reporting for Section 457 plans.

The requirements of Statement 97 that were effective upon its issuance on June 23, 2020 are those that (a) exempt primary governments that perform the duties that a governing board typically performs from treating the absence of a governing board the same as the appointment of a voting majority of a governing board in determining whether they are financially accountable for defined contribution pension plans, defined contribution OPEB plans, or other employee benefit plans and (b) limit the applicability of the financial burden criterion in paragraph 7 of Statement 84 to defined benefit pension plans and defined benefit OPEB plans that are administered through trusts that meet certain criteria.

The requirements of Statement 97 that are related to the accounting and financial reporting for Section 457 plans are effective for fiscal years beginning after June 15, 2021. For purposes of determining whether a primary government is financially accountable for a potential component unit, the requirements of Statement 97 that provide that for all other arrangements, the absence of a governing board be treated the same as the appointment of a voting majority of a governing board if the primary government performs the duties that a governing board typically would perform, are effective for reporting periods beginning after June 15, 2021.

GASB Statement 98, *The Annual Comprehensive Financial Report*

Statement 98 changes the term “comprehensive annual financial report” to “annual comprehensive financial report.” The standard is effective for fiscal years ending after December 15, 2021.

INTERNATIONAL ACCOUNTING STANDARDS BOARD (IASB)

Revised International Accounting Standard (IAS) 1, *Presentation of Financial Statements*

Amendments regarding (a) disclosure of material accounting policy information, rather than significant accounting policies, and (b) the classification of liabilities as current or non-current are effective for annual periods beginning on or after January 1, 2023.

Revised IAS 8, *Accounting Policies, Changes in Accounting Estimates and Errors*

Amendments to introduce a definition of “accounting estimates” and to clarify how companies should distinguish changes in accounting policies from changes in accounting estimates are effective for annual reporting periods beginning on or after January 1, 2023.

Revised IAS 12, *Income Taxes*

Amendments to the accounting for deferred tax related to assets and liabilities arising from a single transaction are effective for annual periods beginning on or after January 1, 2023.

Revised IAS 28, *Investments in Associates and Joint Ventures*

Amendments addressing an inconsistency between the requirements in International Financial Reporting Standard (IFRS) 10 and those in IAS 28 in dealing with the sale or contribution of assets between an investor and its associate or joint venture will be effective on a date to be determined by the IASB.

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

Onerous Contracts – Cost of Fulfilling a Contract (Amendments to IAS 37) address costs a company should include as the cost of fulfilling a contract when assessing whether a contract is onerous. The amendments are effective for annual reporting periods beginning on or after January 1, 2022.

Revised IAS 39, *Financial Instruments: Recognition and Measurement*

Amendments that address interest rate benchmark reform are effective for annual reporting periods beginning on or after January 1, 2021.

Revised IFRS 3, *Business Combinations*

Reference to the Conceptual Framework (Amendments to IFRS 3) updated an outdated reference in IFRS 3 without significantly changing its requirements. The amendments are effective for annual reporting periods beginning on or after January 1, 2022.

Revised IFRS 4, *Insurance Contracts*

Extension of the Temporary Exemption from Applying IFRS 9 extends the expiry date to annual periods beginning on or after January 1, 2023 for the temporary exemption in IFRS 4, which, for insurers that meet certain criteria, permits, but does not require, the insurer to apply IAS 39 rather than IFRS 9, *Financial Instruments*.

Amendments that address interest rate benchmark reform are effective for annual reporting periods beginning on or after January 1, 2021.

Revised IFRS 7, *Financial Instruments: Disclosures*

Amendments that address interest rate benchmark reform are effective for annual reporting periods beginning on or after January 1, 2021.

Revised IFRS 9, *Financial Instruments*

Amendments that address interest rate benchmark reform are effective for annual reporting periods beginning on or after January 1, 2021.

Revised IFRS 10, *Consolidated Financial Statements*

Amendments addressing an inconsistency between the requirements in IFRS 10 and those in IAS 28 in dealing with the sale or contribution of assets between an investor and its associate or joint venture will be effective on a date to be determined by the IASB.

Revised IFRS 16, *Leases*

Amendments that address interest rate benchmark reform are effective for annual reporting periods beginning on or after January 1, 2021.

Covid-19-Related Rent Concessions (Amendment to IFRS 16) provided a practical expedient that allows a lessee to elect not to assess whether a rent concession that meets certain conditions is a lease modification. A lessee shall apply the amendment for annual reporting periods beginning on or after June 1, 2020.

IFRS 17, *Insurance Contracts*

IFRS 17 replaces IFRS 4 with a single approach that requires all insurance contracts to be accounted for in a consistent manner. The standard applies to an entity's first annual IFRS financial statements for a period beginning on or after January 1, 2023.

+1 800 274 3978
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