



Summary of Recent Accounting Developments Q3 2021

by
Larry Gee

CNM Professional Practice Director

Summary of Recent Accounting Developments

Third Quarter 2021

CNM Publications

- A Farewell to LIBOR is on the Horizon—What This Might Mean for You This Year

New Accounting Standards

- 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
- ASU 2021-05, *Leases (Topic 842): Lessors—Certain Leases with Variable Lease Payments*.¹
 - Lessors should 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 of the following criteria are met:
 1. The lease would have been classified as a sales-type lease or a direct financing lease in accordance with the classification criteria in paragraphs 842-10-25-2 through 25-3.
 2. The lessor would have otherwise recognized a day-one loss.

Big Firm Accounting Guides – new or revised

- PwC
 - Bankruptcies and liquidations (August 2021)
 - Crypto assets (August 2021)
 - Revenue from contracts with customers (August 2021)
 - Loans and investments (June 2021)
 - Financial statement presentation (June 2021)
 - Business combinations and noncontrolling interests (June 2021)
 - Carve-out financial statements (May 2021)
- KPMG
 - Going Concern Handbook (September 2021)
 - Consolidation Handbook (September 2021)
 - Equity Method of Accounting Handbook (August 2021)
 - Earnings Per Share Handbook (August 2021)
 - Software and Website Costs Handbook (August 2021)
 - Accounting for Income Taxes Handbook (August 2021)
 - Segment Reporting Handbook (August 2021)
 - Business Combinations Handbook (July 2021)
 - Share-Based Payment Handbook (July 2021)
 - Impairment: Nonfinancial assets (June 2021)
 - Leases (May 2021)

¹ The amendments in this Update are 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.

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- EY
 - Financial Reporting Developments, Lease accounting—ASC 842 (September 2021)
 - Financial Reporting Developments, Issuer's accounting for debt and equity financings (after adoption of ASU 2020-06) (September 2021)
 - Financial Reporting Developments, Issuer's accounting for debt and equity financings (before adoption of ASU 2020-06) (September 2021)
 - Financial Reporting Developments, Foreign currency matters (September 2021)
 - Financial Reporting Developments, Transfers and servicing of financial assets (August 2021)
 - Financial Reporting Developments, Impairment or disposal of long-lived assets (August 2021)
 - Financial Reporting Developments, Earnings per share (August 2021)
 - Financial Reporting Developments, Derivatives and hedging, before the adoption of ASU 2017-12, *Targeted Improvements to Accounting for Hedging Activities* (August 2021)
 - Financial Reporting Developments, Derivatives and hedging, after the adoption of ASU 2017-12, *Targeted Improvements to Accounting for Hedging Activities* (July 2021)
 - Financial Reporting Developments, Intangibles—goodwill and other (July 2021)
 - Financial Reporting Developments, Business combinations (June 2021)
 - Financial Reporting Developments, Consolidation (June 2021)
 - Guide to preparing carve-out financial statements (June 2021)
 - Financial Reporting Developments, Credit impairment for short-term receivables under ASC 326 (June 2021)
 - Financial Reporting Developments, Statement of cash flows (June 2021)
 - Financial Reporting Developments, Income Taxes (May 2021)
- Deloitte
 - Roadmap to SEC Reporting Considerations for Guarantees and Collateralizations (August 2021)
 - Roadmap to Issuer's Accounting for Debt (July 2021)

Other Guidance

- COSO, *Enterprise Risk Management for Cloud Computing* (July 2021)



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LOS ANGELES

A | 21051 Warner Center Lane
Suite 140
Woodland Hills, CA 91367
O | 818.999.9501

ORANGE COUNTY

A | 15635 Alton Parkway
Suite 450
Irvine, CA 92618
O | 949.299.5582

NEW YORK CITY

A | 264 West 40th Street
19th Floor
New York, NY 10018

SAN DIEGO

A | 11622 El Camino Real
Suite 100
San Diego, CA 92130

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