

Accounting:

FASB Updates for 2021

Course Description

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, practice issues, a discussion of accounting and financial reporting issues related to COVID-19, the CARES Act and PPP loans, and more.

Completion Deadline & Exam: This course, including the examination, must be completed within one year of the date of purchase. In addition, unless otherwise indicated, no correct or incorrect feedback for any exam question will be provided.

Course Level: Overview. This program is appropriate for professionals at all organizational levels.

CPE Credits: 16 (CPA)

Category: Accounting

Prerequisite: Basic understanding of US GAAP.

Advanced Preparation: None

Course Learning Objectives

Chapter 1: Accounting and Financial Reporting for COVID-19, the CARES Act and PPP Loans

1. Recognize some types of concentrations that might require disclosure under the risk and uncertainty rules
2. Identify the definition of near term
3. Recall the frequency in which an entity should test goodwill for impairment
4. Recognize some exit and disposal costs
5. Recall how to classify business interruption insurance proceeds on the financial statements
6. Identify the benchmark used to determine going concern
7. Recognize how to report on going concern
8. Identify a method that can be used to measure variable consideration revenue
9. Recognize an example of a construction-type contract
10. Identify an advantage of remote auditing
11. Recall how to present debt issuance costs in the financial statements

12. Recognize how to account for PPP loan forgiveness
13. Identify how to treat the forgiveness of a PPP loan for tax purposes, and
14. Identify an example of a circumstance in which an emphasis-of-matter paragraph might be necessary.

Chapter 2: Implementing the New Lease Standard- 2021

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

Chapter 3: Financial Instruments 2021: Credit Losses

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

Chapter 4: Current Developments: Accounting and Financial Reporting-2021

1. Recognize one of the characteristics of a multi-employer pension plan
2. Recognize the impact that life expectancy has on the amount of a pension liability
3. Recognize when a state might be able to charge sales tax under the Wayfair decision
4. Recognize the types of arrangements that qualify the private company accounting alternative election related to goodwill amortization and acquisitions
5. Recognize the accounting alternative for leases under common control in ASU 2018-17

Chapter 5: Implementing the New Revenue Standard- ASC 606: 2021 Guidance for Private Companies

1. Identify the category of securities for which ASU 2016-01 retains the three categories under existing GAAP
2. Recall one of the changes made by ASU 2016-01 to existing GAAP for financial instruments.
3. Recall how available-for-sale debt securities are measured on an entity's balance sheet
4. Recognize how an entity should account for a temporary impairment
5. Recall how an entity should present an unrealized gain or loss on an equity security under ASU 2016-01
6. Identify how a mutual fund that invests in debt and equity securities should classify the investment, and

7. Recall a change made to the exemption for fair value disclosures with respect to trade receivables and payables.

Chapter 6: ASU 2016-01: Financial Instruments- Overall (Subtopic 825-10)

1. Identify the category of securities for which ASU 2016-01 retains the three categories under existing GAAP
2. Recall one of the changes made by ASU 2016-01 to existing GAAP for financial instruments.
3. Recall how available-for-sale debt securities are measured on an entity's balance sheet
4. Recognize how an entity should account for a temporary impairment
5. Recall how an entity should present an unrealized gain or loss on an equity security under ASU 2016-01
6. Identify how a mutual fund that invests in debt and equity securities should classify the investment
7. Recall a change made to the exemption for fair value disclosures with respect to trade receivables and payables