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Financial
Management
Conference

FASB UPDATE: STUMP THE CHUMPS

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- Please **submit all conference evaluations.** Evaluation links are emailed to registrants daily. Please see the session host (the person monitoring the sign-in sheets) if you prefer a paper evaluation.
- For more information on CPE credits, contact Lindsay Wells at consult.lwells@gmail.com.

The Lease Standard – ASU 842

Polling Question #1

Where are you with the lease standard implementation?

1. We have implemented it
2. We are in the assessment stage
3. We have not started

Questions:

When is the lease standard applicable and who does it apply to? -

Why should I care?

I've done nothing, where do I start?

Do I have to buy a lease accounting software?

Questions:

What is the definition of a lease?

What impact does the lease guidance have on the financial statements?

Can we apply a capitalization threshold?

When does the commencement date start?

Questions:

What is the lease term used?

What is a right of use asset?

What is lease consideration?

How are lease obligations different than debt?

Would debt compliance such as debt to equity ratio be impacted?

Questions:

Is there a step-by-step lease transition process?

How do you determine the lease classification?

Does the lease classification change how the lease is reported in the financial statements?

What is variable consideration?

What discount rate can be used?

Questions:

What threshold represents a “major part” of the asset’s remaining economic useful life?

What is “substantially all” of the fair value of the asset?

Polling Question #2

Implementation of ASU 842 is complicated?

1. Yes
2. No
3. I don't know

Revenue Recognition

Questions:

How should developer fee be recognized under the relatively new standard?

What is the difference between conditional vs unconditional contributions and contributions with and without donor restrictions?

Polling Question #3

A grant with a matching requirement that has not yet been met and a right of return is conditional or restricted?

1. Conditional
2. Restricted

Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets – ASU 2020-07

Questions:

What is the effective date for ASU 2020-07?

What are contributed nonfinancial assets?

Is contributed cryptocurrency a financial asset or a nonfinancial asset, the latter of which would be subject to the amendments in the Update?

What changes will there be to my Financial Statements as a result of ASU 2020-07 Presentation & Disclosure of Gifts-in-Kind?

Questions:

How should developer fee be recognized under the relatively new standard?

What is the difference between a conditional gift versus a restricted gift?

Polling Question #4

Assets donated for use in raffles/ fundraising galas/ auctions are within the scope of ASU 2020-07?

1. Yes
2. No

GOVERNMENT ASSISTANCE (TOPIC 832)—DISCLOSURES BY BUSINESS ENTITIES ABOUT GOVERNMENT ASSISTANCE

Questions

What is the effective date of ASU 2021-10?

What are the required annual disclosures within ASU 2021-10?

Does ASU 2021-10 apply to not for profit organizations?

Polling Question #5

ASU 2021-10 applies to not for profit organizations?

1. Yes
2. No

Current Expected Credit Losses (CECL) Methodology – Topic 326

Questions

What is the effective date of CECL?

What does the CECL model apply to?

Does CECL apply to NFPs?

CECL is not required under common control, what defines common control?

If my organization is a community development entity, and/or we have pass-through loans to operating entities, would CECL have a substantial effect?

Polling Question #6

CECL will no materially impact my organization?

1. Yes
2. No
3. I don't know

Evaluation Reminder

- Please submit all conference evaluations. Use the electronic evaluation link in your email.
- Contact consult.lwells@gmail.com if you do not receive the link.

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