

Hello. It looks like you're using an ad blocker that may prevent our website from working properly. To receive the best experience possible, please make sure any blockers are switched off and refresh the page.

If you have any questions or need help you can email us

THE NEW CREDIT LOSS STANDARD

Current Expected Credit Loss, or CECL, is a new standard that will change how financial institutions account for expected credit losses and, is one of the most significant changes to financial institution accounting in 40 years.

Aug. 19, 2019



The AICPA's [Financial Reporting Executive Committee](#) (FinREC) has issued working drafts of accounting issues related to the implementation of Accounting Standards Update (ASU) No. 2016-13, *Financial Instruments—Credit Losses* and is requesting feedback on issue paper *Reasonable and Supportable Forecasting*.

Current Expected Credit Loss, or CECL, is a new standard that will change how financial institutions account for expected credit losses and, is one of the most

significant changes to financial institution accounting in 40 years. It affects reserves

Hello. It looks like you're using an ad blocker that may prevent our website from working properly. To receive the best experience possible, please make sure any blockers are switched off and refresh the page.

If you have any questions or need help you can email us

- Issue #28: [Scope Exception for Loans and Receivables between Entities under Common Control](#)

“These issue papers demonstrate the AICPA’s continuing effort to ease implementation of the standard for auditors and their clients,” said Jason Brodmerkel, CPA, AICPA accounting standards – depository and lending institutions. “It is a tremendous effort for our committee and the many volunteers on our task force all of whom are committed to help the financial reporting system adopt the standard.”

Interested parties are encouraged to submit their informal feedback on the implementation issues to Jason Brodmerkel at Jason.Brodmerkel@aicpa-cima.com by October 15, 2019. Final issues will be included in a new AICPA CECL A&A guide.

Accounting • Auditing

CPA Practice Advisor is registered with the National Association of State Boards of Accountancy (NASBA) as a sponsor of continuing professional education on the National Registry of CPE Sponsors.

© 2024 Firmworks, LLC. All rights reserved