

US Week in Review

Week ending 2 October 2025

The US Week in Review highlights this week's developments and emerging issues in the financial reporting world and gives you direct access to relevant technical accounting guidance and thought leadership produced by EY.

In this issue:

What's new from EY.....	1
Regulatory matters.....	1
Standard Setter updates.....	2
Upcoming webcasts.....	2

What's new from EY

To the Point: FASB expands derivative scope exceptions and clarifies guidance for share-based noncash consideration

To the Point: FASB proposes initial measurement guidance for paid-in-kind dividends on equity-classified preferred stock

Quarterly tax developments for Q3 2025 and related US GAAP implications

EY US 2025 audit quality report now available

The EY US 2025 audit quality report, *Our commitment to audit quality*, is now available on ey.com. It highlights what EY US is doing to drive sustained audit quality and bring our bold vision of the future of audit to life. It also highlights our transformation strategy, which is already having a significant positive impact on our audit practice. As announced in the report, we expect our inspection findings rate to fall below 10% when the Public Company Accounting Oversight Board (PCAOB) issues its 2025 inspection report in the coming months.

Updated FRD on issuer's accounting for debt and equity financings reflects recent standard-standing activity and enhanced interpretative guidance

Regulatory matters

Securities and Exchange Commission (SEC)

SEC staff provides updated guidance on operational disruptions resulting from the government shutdown



The better the question.
The better the answer.
The better the world works.



Shape the future
with confidence

Standard Setter updates

Financial Accounting Standards Board (FASB)

FASB to discuss feedback on the Invitation to Comment on agenda consultation at its 8 October meeting

Upcoming webcasts

Financial reporting for private companies - what you need to know for 2025

12 November 2025, 2 p.m. Eastern time

Information regarding upcoming events can be found on the [EY webcasts site](#).

EY | Building a better working world

© 2025 Ernst & Young LLP.
All Rights Reserved.

ey.com/en_us/technical/accountinglink

EY is building a better working world by creating new value for clients, people, society and the planet, while building trust in capital markets.

Enabled by data, AI and advanced technology, EY teams help clients shape the future with confidence and develop answers for the most pressing issues of today and tomorrow.

EY teams work across a full spectrum of services in assurance, consulting, tax, strategy and transactions. Fueled by sector insights, a globally connected, multi-disciplinary network and diverse ecosystem partners, EY teams can provide services in more than 150 countries and territories.

All in to shape the future with confidence.

EY refers to the global organization, and may refer to one or more, of the member firms of Ernst & Young Global Limited, each of which is a separate legal entity. Ernst & Young Global Limited, a UK company limited by guarantee, does not provide services to clients. Information about how EY collects and uses personal data and a description of the rights individuals have under data protection legislation are available via ey.com/privacy. EY member firms do not practice law where prohibited by local laws. For more information about our organization, please visit ey.com.

Ernst & Young LLP is a client-serving member firm of Ernst & Young Global Limited operating in the US.

This material has been prepared for general informational purposes only and is not intended to be relied upon as accounting, tax or other professional advice. Please refer to your advisors for specific advice.