Several new accounting pronouncements are effective for 2018 interim or annual periods for calendar-year entities.¹ We list them below, along with related EY publications. All entities should carefully evaluate which accounting requirements apply to them for the first time in 2018.

The referenced publications are produced by our US Professional Practice Group and are available free of charge on EY AccountingLink.

Pronouncements and resources

- Accounting Standards Update (ASU) 2018-09, *Codification Improvements (certain amendments)*
- ASU 2018-06, *Codification Improvements to Topic 942, Financial Services – Depository and Lending*
  - To the Point, FASB amends new guidance on recognizing and measuring financial instruments (SCORE No. 01156-181US)
ASU 2017-10, Service Concession Arrangements (Topic 853), Determining the Customer of the Operation Services (for public entities)

- Financial reporting developments, Lease accounting (ASC 840, Leases) (SCORE No. BB1793)
- Financial reporting developments, Lease accounting (ASC 842, Leases) (SCORE No. 00195-171US)

ASU 2017-09, Compensation – Stock Compensation (Topic 718), Scope of Modification Accounting

- To the Point, FASB clarifies when changes to share-based payment awards must be accounted for as modifications (SCORE No. 03149-171US)
- Financial reporting developments, Share-based payment (SCORE No. BB1172)

ASU 2017-07, Compensation – Retirement Benefits (Topic 715), Improving the Presentation of Net Periodic Pension Cost and Net Periodic Postretirement Benefit Cost (for public entities)

- To the Point, Employers’ presentation of defined benefit retirement plan costs will change (SCORE No. 01039-171US)

ASU 2017-05, Other Income – Gains and Losses from the Derecognition of Nonfinancial Assets (Subtopic 610-20), Clarifying the Scope of Asset Derecognition Guidance and Accounting for Partial Sales of Nonfinancial Assets (for public entities)

- Technical Line, A closer look at the guidance on derecognition of nonfinancial assets and in substance nonfinancial assets (SCORE No. 02006-171US)
- To the Point, Clarifications to guidance on the derecognition of nonfinancial assets and in substance nonfinancial assets (SCORE No. 00864-171US)
- Financial reporting developments, Revenue from contracts with customers (ASC 606) (SCORE No. BB3043)
- Financial reporting developments, Equity method investments and joint ventures (SCORE No. 02230-161US)

ASU 2017-01, Business Combinations (Topic 805), Clarifying the Definition of a Business (for public entities)

- Technical Line, A closer look at the FASB’s new guidance on the definition of a business (SCORE No. 00635-171US)
- To the Point, FASB narrows the definition of a business (SCORE No. 00058-171US)
- Financial reporting developments, Business combinations (SCORE No. BB1616)

ASU 2016-20, Technical Corrections and Improvements to Topic 606, Revenue from Contracts with Customers (for public entities)

- To the Point, FASB issues technical corrections and improvements to the new revenue standard (SCORE No. 04529-161US)
- Financial reporting developments, Revenue from contracts with customers (ASC 606) (SCORE No. BB3043)
ASU 2016-19, Technical Corrections and Improvements (for nonpublic entities – amendments to ASC 350-40)
  • To the Point, Narrow amendments to several topics could change practice for some entities (SCORE No. 00615-171US)

ASU 2016-18, Statement of Cash Flows (Topic 230), Restricted Cash (for public entities)
  • To the Point, FASB addresses the presentation of restricted cash in the statement of cash flows (SCORE No. 03938-161US)
  • Financial reporting developments, Statement of cash flows (ASC 230) (SCORE No. 42856)

ASU 2016-16, Income Taxes (Topic 740), Intra-Entity Transfers of Assets Other Than Inventory (for public entities)
  • Financial reporting developments, Income taxes (SCORE No. BB1150)

  • To the Point, FASB clarifies the classification of certain cash receipts and cash payments (SCORE No. 02677-161US)
  • Financial reporting developments, Statement of cash flows (ASC 230) (SCORE No. 42856)

ASU 2016-14, Not-for-Profit Entities (Topic 958), Presentation of Financial Statements of Not-for-Profit Entities
  • To the Point, FASB changes certain requirements for the financial statements of not-for-profit entities (SCORE No. 02604-161US)

ASU 2016-12, Revenue from Contracts with Customers (Topic 606), Narrow-Scope Improvements and Practical Expedients (for public entities)
  • Financial reporting developments, Revenue from contracts with customers (ASC 606) (SCORE No. BB3043)

ASU 2016-10, Revenue from Contracts with Customers (Topic 606), Identifying Performance Obligations and Licensing (for public entities)
  • Financial reporting developments, Revenue from contracts with customers (ASC 606) (SCORE No. BB3043)

ASU 2016-09, Compensation – Stock Compensation (Topic 718), Improvements to Employee Share-Based Payment Accounting (for nonpublic entities)
  • Financial reporting developments, Share-based payment (SCORE No. BB1172)

ASU 2016-08, Revenue from Contracts with Customers (Topic 606), Principal versus Agent Considerations (Reporting Revenue Gross versus Net) (for public entities)
  • Financial reporting developments, Revenue from contracts with customers (ASC 606) (SCORE No. BB3043)
ASU 2016-06, Derivatives and Hedging (Topic 815), Contingent Put and Call Options in Debt Instruments (for nonpublic entities)

ASU 2016-05, Derivatives and Hedging (Topic 815), Effect of Derivative Contract Novations on Existing Hedge Accounting Relationships (for nonpublic entities)

To the Point, FASB says hedge accounting relationships may continue after a novation (SCORE No. BB3152)

ASU 2016-04, Liabilities — Extinguishments of Liabilities (Subtopic 405-20), Recognition of Breakage for Certain Prepaid Stored-Value Products (for public entities)

To the Point, FASB says hedge accounting relationships may continue after a novation (SCORE No. BB0977)

ASU 2016-01, Financial Instruments — Overall (Subtopic 825-10), Recognition and Measurement of Financial Assets and Financial Liabilities (for public entities)

To the Point, FASB proposes changes to the three new standards on financial instruments (SCORE No. 04672-181US)

To the Point, FASB amends new guidance on recognizing and measuring financial instruments (SCORE No. 01156-181US)

Technical Line, A closer look at the new guidance on recognizing and measuring financial instruments (SCORE No. 06214-171US)


ASU 2015-17, Income Taxes (Topic 740), Balance Sheet Classification of Deferred Taxes (for nonpublic entities)

ASU 2014-09, Revenue from Contracts with Customers (Topic 606) (for public entities)

To the Point, How companies should prepare for the audit of the new revenue standard (SCORE No. 05783-171US)

Technical Line, Common challenges in implementing the new revenue recognition standard (SCORE No. 04837-171US)

Technical Line, How the new revenue standard may affect a company’s income tax accounting (SCORE No. 04277-171US)

Financial reporting developments, Revenue from contracts with customers (ASC 606) (SCORE No. BB3043)
ASUs for Securities and Exchange Commission (SEC) updates

- ASU 2018-05, Income Taxes (Topic 740), Amendments to SEC Paragraphs Pursuant to SEC Staff Accounting Bulletin No. 118 (SEC Update) (for public entities)


- ASU 2017-14, Income Statement – Reporting Comprehensive Income (Topic 220), Revenue Recognition (Topic 605), and Revenue from Contracts with Customers (Topic 606) (SEC Update) (for public entities)

- ASU 2017-13, Revenue Recognition (Topic 605), Revenue from Contracts with Customers (Topic 606), Leases (Topic 840), and Leases (Topic 842), Amendments to SEC Paragraphs Pursuant to the Staff Announcement at the July 20, 2017 EITF Meeting and Rescission of Prior SEC Staff Announcements and Observer Comments (SEC Update) (for public entities – for amendments to ASC 605)

- ASU 2016-11, Revenue Recognition (Topic 605) and Derivatives and Hedging (Topic 815), Rescission of SEC Guidance Because of Accounting Standards Updates 2014-09 and 2014-16 Pursuant to Staff Announcements at the March 3, 2016 EITF Meeting (SEC Update) (for public entities – for amendments to ASC 605 and ASC 932)

Endnotes:

1. Our upcoming 2018 Standard Setter Update publication will discuss recent ASUs and effective dates that may be relevant to non-calendar-year entities.

2. Industry-specific Technical Line publications are available on AccountingLink.

3. These ASUs add, amend or remove SEC paragraphs in the Codification that describe SEC guidance or SEC staff views that the FASB includes as a convenience to Codification users.