



August 2022 Update of the AICPA Professional Literature

ALERTS AND AICPA GUIDES

The following AICPA Guide is being re-released:

Life and Health Insurance Entities (aag-lhi)

This guide is being updated due to the revision of appendix A, “FASB ASU No. 2018-12, *Financial Services – Insurance (Topic 944): Targeted Improvements to the Accounting for Long-Duration Contracts*, Accounting Implementation Papers.” The following implementation issue has been added:

- Market Risk Benefits – Measurement Considerations

The following AICPA Guides contain minor editorial changes:

Audit Sampling (aag-sam)

Gaming (aag-cas)

Preparation, Compilation, and Review Engagements (aag-crv)

Property and Liability Insurance Entities (aag-pli)

Prospective Financial Information (aag-pro)

Special Considerations in Auditing Financial Instruments (aag-afi)

BEST PRACTICES IN PRESENTATION AND DISCLOSURE

No updates for August 2022.

MEASUREMENT CRITERIA

No updates for August 2022.

PCAOB STANDARDS AND RELATED RULES

No updates for August 2022.

PEER REVIEW PROGRAM MANUAL

No updates for August 2022.

PRACTICE AIDS AND TOOLS

No updates for August 2022.

AICPA PROFESSIONAL STANDARDS

U.S. Auditing Standards – AICPA (Clarified) [AU-C]

This update issues Statement on Auditing Standards (SAS) No. 148, *Amendments to AU-C Section 935*. SAS No. 148 amends AU-C section 935, *Compliance Audits*. The amendment relating to AU-C section 501, *Audit Evidence – Specific Considerations for Selected Items*, in appendix A, “AU-C Sections That Are Not Applicable to Compliance Audits,” is effective for compliance audits for fiscal periods ending on or after December 15, 2022. All other amendments are effective for compliance audits for fiscal periods ending on or after December 15, 2023.

This update also contains minor editorial changes to various sections.

U.S. Attestation Standards – AICPA (Clarified) [AT-C]

This update also revises Interpretation No. 1, “Reporting on Attestation Engagements Performed in Accordance With *Government Auditing Standards*,” of AT-C section 9205, *Examination Engagements: Attestation Interpretations of Section 205*, for conforming changes necessary due to the issuance of the 2018 revision of *Government Auditing Standards*.

Code of Professional Conduct [ET]

This update also revises the following interpretations:

- “Conceptual Framework for Members in Public Practice” (ET sec. 1.000.010)
- “Offering or Accepting Gifts or Entertainment” (ET sec. 1.120.010)
- “Offering or Accepting Gifts or Entertainment” (ET sec. 1.285.010)

TECHNICAL QUESTIONS AND ANSWERS

ETHICS

This update also adds Technical Questions and Answers (Q&A) section 100.05, “Familiarity Threat Due to Long Association of Engagement Team Senior Personnel,” as well as Q&A section 705, *Unpaid Fees*, which includes the following:

- Q&A section 705.01, “The Term “Covered Member” and the Significance of Unpaid Fees”
- Q&A section 705.02, “Comparison of Safeguards Related to Unpaid Fees for Small and Large Firms”
- Q&A section 705.03, “Other Situations With Unpaid Fees That Require Judgment About Independence”

SUPPORTING DOCUMENT COLLECTION

This update includes the following documents:

ASB Meeting Highlights (May 11-12, 2022)