

## The Impact of CAMs & Lease Accounting; Best Practices for Your Disclosures

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Corporate Financial Reporting Insights – 11/11/2019

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# Agenda

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01

Welcome and  
Introduction of Panelists

02

Discussion

03

Q&A

Critical Audit Matters

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Topic 842: Lease Accounting

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Best practices, impact on disclosures

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**01.**

Introductions

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## Tim Kolber, *Deloitte*

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Tim is a Managing Director in Deloitte's Audit and Assurance Accounting & Reporting Advisory (ARA) practice where he co-leads the firm's *Accounting Standards Implementation Services* service offering.

Tim has nearly 20 years of experience in the accounting profession (more than 14 of those years at Deloitte) and is one of the firm's leading experts on the FASB's and IASB's lease accounting requirements (i.e., ASC Topic 842 and IFRS 16). In his role, Tim engages in discussions with professionals at the other Large Firms on interpreting the new guidance and interacts with various industry groups and Fortune 100 companies on how to apply and implement the lease accounting requirements.

In addition, Tim assists with the development of Deloitte's interpretive guidance on applying the lease accounting model and is one of the key authors of the Deloitte publication, *A Roadmap to Applying the New Leasing Standard*.

## Claudius B. Modesti, *Akin Gump Strauss Hauer & Feld*

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Claudius Modesti is a partner at Akin Gump Strauss Hauer & Feld LLP. He counsels and defends accounting firms, regulated entities, corporations and individuals in regulatory investigations and enforcement proceedings involving the PCAOB and the SEC, in addition to advising on other federal or state criminal investigations.

Claudius was the PCAOB's first enforcement director, leading the team that built the enforcement group from its inception. He oversaw the development of the PCAOB's policies and procedures for identifying matters for investigation, and he led investigations of U.S.- and foreign-based accounting firms, with many of them also requiring coordinating parallel investigations with the SEC. Claudius' role also included overseeing the PCAOB's litigation process. He also played a key role in the PCAOB's collaboration with its foreign audit regulator counterparts.

Prior to a 14-year tenure at the PCAOB, Claudius served with the Fraud Section of the DOJ's Criminal Division as a trial attorney, the SEC as an enforcement attorney and the U.S. Attorney's Office for the Eastern District of Virginia (EDVA) as a federal prosecutor in the Financial Crimes and Public Corruption Unit.



02.

Discussion

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# Critical Audit Matters (CAMs)

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Any matters arising from an audit that were communicated to the audit committee

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Relate to accounts or disclosures that are material to the financial statements; and involve especially challenging, subjective, or complex auditor judgment.

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CAM requirements are effective for:

- Fiscal years ending on or after June 30, 2019 for audits of large accelerated filers:
  - Fiscal years ending on or after December 15, 2020 for audits of all other companies to which the requirements apply
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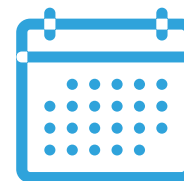
PCAOB has outlined mandatory CAM introductory language, documentation, and required communications with the audit committee

## Understanding Topic 842 – Lease Accounting

**In February 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2016-02, Leases**



Topic 842 provides new guidelines that change the accounting for leasing arrangements.



The new leasing standard became effective in fiscal years beginning after December 15, 2018, including interim periods within those fiscal years.



**03.**

Q&A

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## Ask the experts: Q&A

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For additional information on Intelligize, or to contact our presenters with additional questions, please do so via email [info@Intelligize.com](mailto:info@Intelligize.com).

