

## 2020 PUBLIC ENTITIES OVERVIEW FOR KNOWLEDGE COACH USERS

### PURPOSE

This document is published for the purpose of communicating, to users of the toolset, updates and enhancements included in the current version. This document is not, and should not be used as an audit program to update the audit documentation of an engagement started in a previous version of this product.

### WORKPAPER UPDATES AND ROLL FORWARD NOTES

#### General Roll Forward Note:

You must be the current editor of all Knowledge Coach workpapers to update to the latest content, and you must be the current editor upon opening the updated workpaper for the first time to ensure you see the updated workpaper.

The **2020 Knowledge-Based Audits of Public Entities** have been updated to help auditors conduct efficient and effective audit engagements in accordance with U.S. GAAS and to take into account the latest literature, standards, and guidance, including:

- AICPA Statement on Auditing Standards (SAS) No. 134, *Auditor Reporting and Amendments, Including Amendments Addressing Disclosures in the Audit of Financial Statements*;
- AS 1105, Audit Evidence; PCAOB Staff Guidance, Using the Work of a Company’s Specialist
- AS 1210, Using the Work of an Auditor-Engaged Specialist; PCAOB Staff Guidance, Supervising or Using the Work of an Auditor’s Specialist
- AS 2501 (Revised), Auditing Accounting Estimates, Including Fair Value Measurements
- AS 4105, *Reviews of Interim Financial Information*, AT No. 1: *Examination Engagements Regarding Compliance Reports of Brokers and Dealers*
- AT No. 2: *Review Engagements Regarding Exemption Reports of Brokers and Dealers*

The 2020 tools include links to detailed analysis related to the steps and processes discussed in the workpapers. Many new tips and examples have been incorporated. Also included are revised financial statement disclosures checklists that provide a centralized resource of the required and recommended U.S. GAAP disclosures and key presentation items currently in effect, using the style referencing under the FASB Accounting Standards Codification™.

The 2020 edition of *Knowledge-Based Audits of Public Entities* includes the following updates:

#### Knowledge-Based Audit Documents (KBAs)

Type of Change	Description of Change	Location	Based on Standard Y/N	Standard Reference	Roll Forward and Update Content Considerations
<b>KBA-101 Overall Audit Strategy</b>					
Modify	Under “Reliance on Others” modified text below the Service Organization table to improve workflow as follows:  If a service organization report is not available, the auditor should document his or her understanding of the control(s) management has in	Procedures	Improved Workflow		

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	place over the work of the service organization in <b><i>KBA-403 Understanding Activity-Level Controls: Revenue, Accounts Receivable, and Cash Receipts</i></b> through <b><i>KBA-411 Understanding Activity-Level Controls: Financial Reporting and Closing Process</i></b> .				
Modify	Modified first column header under step, “Document the other services our firm performs for this entity.” As follows:  Nature of Nonattest/Nonaudit Services	Procedures	Improved Workflow		Table will retain on roll forward if user selects to keep all responses on roll forward.
<b>KBA-102 Engagement Completion Document</b>					
Modify	Removed references to early implementing the critical audit matters amendments of AS 3101	Instructions			
Modify	Modified Prior Year table headers for documentation of significant matters, findings or issues.	Table	Clarification		Table will retain on roll forward if user selects to keep all responses on roll forward.
<b>KBA-103 Evaluating and Communicating Internal Control Deficiencies</b>					
Modify	Added practice alert regarding AS 2501.	Instructions	New or Revised Guidance	AS 2501, <i>Auditing Accounting Estimates, Including Fair value Measurements</i>	
Added	New Default Answers for columns 12 – 15 in “Evaluation of Internal Control Deficiencies” Table  If Column 12 is “Yes”, then Columns 13, 14, and 15 will default to “N/A”  If Column 14 is “Yes”, then Column 15 will default to “N/A”	Table			On roll forward the answers to columns 13, 14, or 15 might update if user had incorrect answer in prior period.
Modify	Modified column, “Defic. No. From Above” in the “Communication of Internal Control Deficiencies” table so that deficiencies will be ordered by number or alphabetical when the deficiencies flow down.	Table			On roll forward the items will retain but may be reordered in this table if user selects to keep all responses.
<b>KBA-200 Entity Information and Background</b>					

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Modify	<p>Slightly modified step, “List component, location, or segment” and added related note.</p> <p><b>Practice Point:</b> AS 1205, <i>Part of the Audit Performed by Other Independent Auditors</i>, imposes requirements on a principal auditor (or “lead auditor”) that uses the work and reports of other independent auditors that have audited the financial statements of one or more subsidiaries, divisions, branches, components, or investments included in the financial statements audited by the principal auditor. The specific requirements vary depending upon whether the principal auditor uses the work of other auditors by (a) assuming responsibility for the other auditors' work or (b) dividing responsibility for the audit with other auditors and referring to their work in the principal auditor's audit report. For example, under AS 1205, the principal auditor may divide responsibility for the audit with the other auditor if it is impracticable for the principal auditor to review the other auditor's work.</p> <p>AS 1205 provides that in situations in which the auditor engages an accounting firm or individual accountants to participate in the audit engagement and AS 1205 does not apply, the auditor should supervise them in accordance with the requirements of AS 1201, <i>Supervision of the Audit Engagement</i>.</p> <p><b>Practice Point:</b> The work of other auditors may account for a significant share of the audit and may involve areas of high risk of material misstatement. It is important for investor protection that the lead auditor (or “principal auditor” in the terminology of AS 1205) assure the audit involving other auditors is performed in accordance with PCAOB standards and that sufficient appropriate evidence is obtained through the work of the lead auditor and other auditors to support the lead auditor's opinion in the audit report. Over the past several years, PCAOB oversight activities have identified significant audit deficiencies relating to the work performed by other auditors and the lead auditor's role in the audit. Observations from PCAOB oversight activities indicate that investor protection could be further improved by, among other things, the lead auditor's increased involvement in and evaluation of the work of other auditors. Accordingly, the PCAOB has a project on its agenda named “Supervision of Audits Involving Other Auditors,” available on its webpage “Research and Standard-Setting Projects.”</p> <p>The project's objective is to strengthen the existing requirements and impose a more uniform approach to the lead auditor's supervision of other auditors. These improvements are intended to increase the lead auditor's involvement in and evaluation of the work of other auditors, enhance the ability of the lead auditor to prevent or detect deficiencies in the work of other auditors, and facilitate improvements in the quality of the work of other auditors. The PCAOB's proposal would make the following changes to existing PCAOB auditing standards:</p> <ul style="list-style-type: none"> <li>▪ Amend AS 1201, <i>Supervision of the Audit Engagement</i>, to provide additional direction to a lead auditor on how to apply AS 1201's principles-based supervision provisions to supervision of other auditors. The proposed amendments would prescribe certain procedures to be performed by the lead auditor in supervising other auditors' work.</li> </ul>	Procedures	Enhancement		Step will retain on roll forward using default settings

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	<ul style="list-style-type: none"> <li>▪ Amend AS 2101, <i>Audit Planning</i>, to incorporate and update requirements of current standard, AS 1205, <i>Part of the Audit Performed by Other Independent Auditors</i>, to specify that they be performed by a lead auditor in an audit that involves other auditors. For example, the proposal would incorporate and revise requirements for determining a firm's eligibility to serve as lead auditor in an audit that involves other auditors.</li> <li>▪ Amend AS 1215, <i>Audit Documentation</i>, to require that a lead auditor properly document which specific work papers of other auditors the lead auditor has reviewed, but not retained.</li> <li>▪ Amend AS 1220, <i>Engagement Quality Review</i>, to require explicitly that the engagement quality reviewer evaluate the engagement partner's determination of a firm's eligibility to serve as lead auditor.</li> </ul> <p>The Board is also proposing a new standard – AS 1206, <i>Dividing Responsibility for the Audit with Another Accounting Firm</i>.</p> <p>The proposed new standard would retain, with modifications, many of the requirements of AS 1205, including the requirement that a lead auditor disclose in its audit report which portion of the financial statements was audited by each other auditor. Proposed AS 1206 includes new requirements that a lead auditor:</p> <ul style="list-style-type: none"> <li>• Obtain a representation from each other auditor that the other auditor is duly licensed to practice under the applicable laws of the relevant country or jurisdiction.</li> <li>• Determine whether each other auditor that would play a substantial role in the preparation or furnishing of the lead auditor's report is, or is required to be, registered with the PCAOB.</li> <li>• Disclose the name of the other auditor in the lead auditor's report.</li> </ul> <p>AS 1205 would be superseded by the proposed amendments and proposed standards.</p> <p>The objectives of the proposed standards and amendments are laid out in documents contained on the PCAOB's webpage, "Research and Standard-Setting Projects." An understanding of the PCAOB's objectives for this project is considered helpful to the auditor when planning an engagement under the current standards. Currently, two PCAOB standards – AS 1201 and AS 1205 – take different approaches to how the lead auditor supervises, or uses, the work of other auditors. AS 1201 sets forth the primary requirements for the supervision of the audit engagement, including supervising the work of engagement team members. In contrast, AS 1205 allows the lead auditor, under certain conditions, to use the results of the other auditor's work after performing specified, but limited, procedures.</p>				
<b>KBA-201 Client/Engagement Acceptance and Continuance Form</b>					
Added	Under Part II Section I, added step 2y:	Procedures	Enhancement		

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	<p>If the entity is adopting or has adopted new accounting standards, are its internal controls inadequate to address the potential impact of the new standard's required data and disclosures?</p> <p>Under Section V: Conclusion, added the following question:</p> <p>Have partners been assigned to this engagement in compliance with SEC partner rotation rules?</p>				
<b>KBA-303 Inquiries of Management and Others Within the Entity About the Risks of Fraud and Noncompliance with Laws and Regulations</b>					
Modify	In Conclusion section, "Based upon the above inquiries, we investigated inconsistencies related to inquiries of management, those charged with governance, and others, and have considered their impact on our assessment of the risk of fraud and identified risks of material misstatement due to fraud that have been summarized at <b>KBA-502 Summary of Risk Assessments.</b> " the "No" floatie has been updated to be, "No Inconsistencies Noted".	Conclusion	Workflow		This step will reset on roll forward due to content changes.
<b>KBA-400 Scoping and Mapping of Significant Account Balances, Classes of Transactions, and Disclosures</b>					
Modify	Minor wording changes in the instructions and to practice points in the instructions	Instructions	New or Revised Guidance		
Modify	In Table 1: Scoping and Mapping, the floatie, "Understand Reconciliation Process and Controls Only" for Column, "Type of Further Understanding of Activity-Level Controls to Be Gained" has been updated to remove the word "Only"	Table Floaties	Workflow		The response will retain on roll forward based on default settings.
<b>KBA-401 Understanding Entity-Level Controls</b>					
Modify	Modified descriptions of the five components of internal controls	Tables	Enhancement		
<b>KBA-402 Understanding General Controls for Information Technology</b>					
Modify	<p>Multiple new Practice Points as follows:</p> <p><b>Practice Point:</b> The auditor's understanding of the information system relevant to financial reporting should include relevant aspects of that system relating to information disclosed in the financial statements that is obtained from within or</p>				

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	<p>outside of the general and subsidiary ledgers. Consideration of disclosures includes the quantitative and qualitative aspects of each disclosure.</p> <p><b>Practice Point:</b> Risks related to IT include (not all inclusive):</p> <ul style="list-style-type: none"> <li>• Whether the information technology system has the capability and is appropriately configured to process large volumes of data;</li> <li>• Complex calculations in applying a method. When diverse systems are required to process complex transactions, regular reconciliations between systems are made, in particular when the systems do not have automated interfaces or may be subject to manual intervention;</li> <li>• Whether the design and calibration of models and calculations within the system are periodically evaluated;</li> <li>• The complete and accurate extraction of data need for calculations, including accounting estimates, from the entity's records or from external information sources;</li> <li>• Data, including the complete and accurate flow of data through the entity's information system, the appropriateness of any modification to the data used in making calculations, including accounting estimates, and the maintenance of the integrity and security of the data;</li> <li>• The processing or recording of data obtained from external information sources;</li> <li>• Whether management has controls around access, change and maintenance of individual models and systems to maintain a strong audit trail of accredited versions of models and systems to prevent unauthorized access or amendments to those models and systems; and</li> <li>• Whether there are appropriate controls over the transfer of information related calculations, including accounting estimates, into the general ledger, including appropriate controls over journal entries.</li> </ul>					
<b>KBA-412 Understanding Controls Maintained by a Service Organization</b>						Step will reset on roll forward due to content changes.
Modify	<p>Modified documentation of the date of the service auditor's report which now reads as follows:</p> <p>The "as of date" (Type 1) or period covered (Type 2) in the service auditor's report:</p>	Procedures	Enhancement			
Add	<p>Added the following items to be documented:</p> <p>Locations covered, if applicable:</p> <p>Name and description of subservice organization(s), if applicable:</p> <p>Type of opinion expressed in the service auditor's report (e.g., unmodified or modified):</p> <p><b>Practice Point:</b> If modified, document the nature of the qualification(s), and any potential effect it may have on the risk of a material misstatement in the entity's financial statements. A qualification may affect a single control objective or may affect several control objectives.</p>	Procedures	Enhancement			

Type of Change	Description of Change	Location	Based on Standard Y/N	Standard Reference	Roll Forward and Update Content Considerations
Modify	<p>Moved step 1 into its own table above the description of the professional reputation of the service auditor:</p> <ol style="list-style-type: none"> <li>1. We performed procedures to become satisfied as to:               <ol style="list-style-type: none"> <li>a. The service auditor’s professional competence.</li> <li>b. The service auditor’s independence from the service organization.</li> <li>c. The adequacy of the standards under which the service auditor’s report was issued.</li> </ol> </li> </ol> <p><b>Practice Point:</b> Procedures may include reviewing on-line sources of information regarding the service auditor’s standing (e.g., Public Company Accounting Oversight Board (PCAOB) website, AICPA Peer Review status website; and the applicable state accountancy board website). If no information can be found, the auditor should document that fact, and evaluate the effect on the audit.</p>	Procedures	Improved Workflow		Steps will retain from prior table on roll forward using default settings.
Add	<p>Added step 8d regarding the period not covered by the Type 2 report:</p> <p>If the Type 2 report does not cover a significant portion of the period covered by the entity’s financial statements, obtaining audit evidence regarding the operating effectiveness of controls for the period that is not covered by the Type 2 report by performing additional procedures.</p>	Procedures	Enhancement		
Modify	<p>Modified step 9 and 10 regarding exclusion of subservice organizations, which now reads as follows:</p> <p>If we plan to use a Type 1 or a Type 2 report that excludes the services provided by a subservice organization and those services are relevant to the audit of the financial statements, we identified the functions performed by the subservice organization and applied the requirements of AU-C Section 402, <i>Audit Considerations Relating to an Entity Using a Service Organization</i>, with respect to the services provided by the subservice organization. If the service organization uses the carve-out method and the functions of the subservice organization are significant and relevant to the entity’s internal control over financial reporting, we obtained additional information about the subservice organization’s controls.</p> <p>If we expect to issue an unmodified auditor’s report, we will not refer to the work of the service auditor unless required by law or regulation to do so. If such reference is required by law or regulation, our report will</p>	Enhancement			Steps will reset on roll forward due to content changes.

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	indicate that the reference does not diminish our responsibility for the audit opinion.				
<b>KBA-502 Summary of Risk Assessments</b>					
Added	New Default Answer if user isn't testing controls (by selecting "No" to "Has the auditor been engaged to perform an integrated audit (i.e., an audit of internal control over financial reporting that is integrated with the audit of financial statements)?" or "Does the auditor intend to test the operating effectiveness of internal controls over financial reporting?" and Column 5, "Controls Selected for Testing of Operating Effectiveness" is "No", then Column 7, "CR" will default to "Max"				On roll forward if user selects to keep all responses then any responses that were incorrect will default to this new default answer.
<b>KBA-503 Basis for Inherent Risk Assessment</b>					
Modify	<p>Added columns to table for relevant assertion and inherent risk assessment to aid in documenting the basis for inherent risk.</p> <p>This information will flow from KBA-502</p> <p>Users will now select in the first column, "Significant Audit Areas" the audit areas where the user wants to document the basis for inherent risk. After selecting the audit area, the two columns above will flow in. The user also now has the ability to only document the basis for inherent risk assessment for audit area or for a particular assertion related to that audit area.</p>	Instructions, Table	Improved workflow		This workpaper will reset on roll forward due to the content changes.
<b>KBA-901 Financial Statement Disclosures Checklist</b>					
Modify	New, streamlined approach for tailoring the financial statement disclosure checklist	Disclosures	Workflow		On roll forward the user will be able to roll forward and keep responses, but these responses will not show until user has answered the applicable tailoring. After roll forward please be sure to answer all new Tailoring questions.
Modify	Current through ASU 2020-05	Instructions, Procedures	New and Revised Guidance		
<b>KBA-902 Audit Review and Approval Checklist</b>					

Type of Change	Description of Change	Location	Based on Standard Y/N	Standard Reference	Roll Forward and Update Content Considerations
Modify	<p>Under “Section I: Detailed Auditor Review” modified step 9 and under “Section II: Engagement Partner Review” modified step 8 to address key audit matters:</p> <p>The Engagement Completion Document adequately addresses significant findings and issues identified during the audit, including identification and evaluation of key audit matters when the auditor is engaged to report on key audit matters.</p>	Procedures	New and Revised Guidance	SAS-134	Step will reset on roll forward due to content changes.
Add	<p>Under “Section III: Engagement Quality Control Review” added step 16 for partner rotation:</p> <p>I have determined that partners were assigned to this engagement in compliance with SEC partner rotation rules.</p>	Procedures			

### KBA-901 Financial Statement Disclosures Checklist

Type of Change	Description of Change	Roll Forward and Update Content Considerations
<b>Interim Reporting (ASC 270)</b>		
<b>Overall</b>		
Modify	<p>Modified Note after step 6 as follows:</p> <p>The presentation and disclosure requirements in item 7 below are prescribed by the amendments in <a href="#">ASU No. 2016-02, Leases (Topic 842)</a>, which is effective for fiscal years beginning after December 15, 2018, and interim periods within those fiscal years for: (a) public business entities, (b) not-for-profit entities that have issued, or are conduit bond obligors for, securities that are traded, listed, or quoted on an exchange or an over-the-counter market (with an exception for those entities that have not yet issued their financial statements or made financial statements available for issuance as described in the following sentence), and (c) employee benefit plans that file or furnish financial statements with or to the Securities and Exchange Commission. A not-for-profit entity that has issued or is a conduit bond obligor for securities that are traded, listed, or quoted on an exchange or an over-the-counter market that has not yet issued financial statements or made financial statements available for issuance as of June 3, 2020, should apply ASU No. 2016-02 for fiscal years beginning after December 15, 2019, and interim periods within those fiscal years. For all other entities, the requirements are effective for fiscal years beginning after December 15, 2021, and interim periods within fiscal years beginning after December 15, 2022. Early adoption is permitted. (<a href="#">ASC 842-10-65-1</a>)</p>	

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	Note that this note has been updated throughout KBA-901.	
<b>Investments – Debt and Equity Securities (ASC 320)</b>		
Added	<p>Added new Note after step 14 and 15 as follows:</p> <p><i>Note:</i> If for the purposes of identifying and measuring an impairment the applicable accrued interest is excluded from both the fair value and amortized cost basis of the available-for-sale debt security, an entity may, as a practical expedient, exclude the applicable accrued interest that is included in the amortized cost basis for the purposes of the disclosure requirements in item 14 above. If an entity elects this practical expedient, it should disclose the total amount of accrued interest, net of the allowance for credit losses (if any), excluded from the disclosed amortized cost basis. (<a href="#">ASC 320-10-50-2A</a>)</p>	
<b>Financial Instruments – Credit Losses (ASC 326)</b>		
<b>Overall</b>		
Added	<p>Added new Notes after step 4 as follows:</p> <p><i>Note:</i> An entity that adjusts the effective interest rate used to discount expected cash flows to consider the timing (and changes in timing) of expected cash flows resulting from expected prepayments in accordance with ASC paragraphs <a href="#">326-20-30-4 through 30-4A</a> for troubled debt restructurings that exist as of the date of adoption may, as an accounting policy election, calculate the prepayment-adjusted effective interest rate using the original contractual rate and the prepayment assumptions as of the date of adoption.</p>	
Added	<p>New Notes and steps at end of section as follows:</p> <p><i>Note:</i> An entity that issues interim financial statements should provide disclosures (a) through (d) above in each interim financial statement of the year of change and the annual financial statement of the year of change.</p> <p><i>Note:</i> <a href="#">ASU No. 2016-13</a> has been amended by <a href="#">ASU No. 2019-11, Codification Improvements to Topic 326, Financial Instruments—Credit Losses</a>. For entities that have not yet adopted ASU No. 2016-13, the effective dates and transition requirements for ASU No. 2019-11 are the same as the effective dates and transition requirements in ASU No. 2016-13. For an entity that has already adopted ASU No. 2016-13, <a href="#">ASU No. 2019-11</a> is effective for fiscal years beginning after December 15, 2019, including interim periods within those fiscal years. (<a href="#">ASC 326-10-65-4</a>)</p> <p>Early adoption, including adoption in an interim period, is permitted as long as an entity has adopted <a href="#">ASU No. 2016-13</a>.</p> <p>For entities that have adopted <a href="#">ASU No. 2016-13</a>, <a href="#">ASU No. 2019-11</a> should be applied by means of a cumulative-effect adjustment to the opening retained earnings as of the beginning of the first reporting period in which ASU No. 2016-13 is effective.</p>	

Type of Change	Description of Change	Roll Forward and Update Content Considerations
	<p>Has the entity provided the following disclosures in the period of adoption of <a href="#">ASU No. 2019-11 (ASC 326-10-65-4)</a>:</p> <ul style="list-style-type: none"> <li>a. The nature of the change in accounting principle, including an explanation of the newly adopted accounting principle?</li> <li>b. The method of applying the change?</li> <li>c. The effect of the adoption on any line item in the balance sheet, if material, as of the beginning of the first period for which <a href="#">ASU No. 2019-11</a> is applied?</li> </ul> <p><i>Note:</i> Presentation of the effect on financial statement subtotals is not required.</p> <ul style="list-style-type: none"> <li>d. The cumulative effect of the change on retained earnings or other components of equity in the balance sheet as of the beginning of the first period for which <a href="#">ASU No. 2019-11</a> is applied?</li> </ul> <p><i>Note:</i> An entity that issues interim financial statements should provide disclosures (a) through (d) above in each interim financial statement of the year of change and the annual financial statement of the year of change.</p>	
<p><b>Intangibles – Goodwill and Other (ASC 350)</b>  <b>Goodwill</b></p>		
Modify	<p>Modified step 4 substeps as follows:</p> <p>December 15, 2019, for public business entities that are U. S. Securities and Exchange Commission (SEC) filers, excluding entities eligible to be smaller reporting companies as defined by the SEC. The one-time determination of whether an entity is eligible to be a smaller reporting company should be based on an entity’s most recent determination as of November 15, 2019 in accordance with SEC regulations.</p> <p>December 15, 2022, for all other entities.</p>	
<p><b>Equity (ASC 505)</b>  <b>Equity-Based Payments to Non-Employees</b></p>		
Removed	<p>Removed the following Note and step:</p> <p><i>Note:</i> The presentation and disclosure requirements in item 3 below have been superseded by the amendments in <a href="#">ASU No. 2014-09, Revenue from Contracts with Customers (Topic 606)</a>, as subsequently amended, which is effective on a retrospective basis for public business entities, not-for-profit entities that have issued, or are conduit bond obligors for, securities that are traded, listed, or quoted on an exchange or an over-the-counter market, and employee benefit plans that file or furnish financial statements with or to the Securities and Exchange Commission, for annual reporting periods beginning after December 15, 2017, including interim reporting periods within that reporting period. Early adoption is permitted only as of annual reporting periods beginning</p>	

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	<p>after December 15, 2016, including interim reporting periods within that reporting period. For all other entities, the requirements are effective on a retrospective basis for annual reporting periods beginning after December 15, 2018, and interim reporting periods within annual reporting periods beginning after December 15, 2019. However, all such other entities may elect early adoption only as of either: (a) an annual reporting period beginning after December 15, 2016, including interim reporting periods within that reporting period; or (b) an annual reporting period beginning after December 15, 2016, and interim reporting periods within annual reporting periods beginning one year after the annual reporting period in which an entity first applies <a href="#">ASU No. 2014-09</a>, as subsequently amended. Thereafter, the presentation and disclosure requirements in <a href="#">Topic 606, Revenue from Contracts with Customers</a>, below should be followed. (<a href="#">ASC 606-10-65-1</a>)</p> <p>The SEC staff would not object to a public business entity that otherwise would not meet the definition of a public business entity except for a requirement to include or the inclusion of its financial statements or financial information in another entity’s filing with the SEC adopting ASC Topic 606 for annual reporting periods beginning after December 15, 2018, and interim reporting periods within annual reporting periods beginning after December 15, 2019. However, a public business entity that otherwise would not meet the definition of a public business entity except for a requirement to include or the inclusion of its financial statements or financial information in another entity’s filing with the SEC may still elect to adopt ASC Topic 606 according to the public business entity effective dates discussed above. (<a href="#">ASC 606-10-S65-1</a>)</p> <p>For a grantee that provides goods or services other than employee services in share-based payment transactions, has the grantee disclosed in accordance with <a href="#">ASC paragraphs 845-10-50-1 and 50-2</a> the amount of gross operating revenue recognized as a result of such nonmonetary transactions? (<a href="#">ASC 505-50-50-2</a>) (See “<a href="#">Nonmonetary Transactions</a>”)</p>	
<b>Revenue from Contracts with Customers (ASC 606)</b>		
Removed	<p>Removed the following Notes and Steps:</p> <p><i>Note:</i> The presentation and disclosure requirements in <a href="#">Topic 605, Revenue Recognition</a>, above have been superseded by the amendments in <a href="#">ASU No. 2014-09, Revenue from Contracts with Customers (Topic 606)</a>, as subsequently amended, which is effective on a retrospective basis for public business entities, not-for-profit entities that have issued, or are conduit bond obligors for, securities that are traded, listed, or quoted on an exchange or an over-the-counter market, and employee benefit plans that file or furnish financial statements with or to the Securities and Exchange Commission, for annual reporting periods beginning after December 15, 2017, including interim reporting periods within that reporting period. Early adoption is permitted only as of annual reporting periods beginning after December 15, 2016, including interim reporting periods within that reporting period. For all other entities, the requirements are effective on a retrospective basis for annual reporting periods beginning after December 15, 2018, and interim</p>	

Type of Change	Description of Change	Roll Forward and Update Content Considerations
	<p>reporting periods within annual reporting periods beginning after December 15, 2019. However, all such other entities may elect early adoption only as of either: (a) an annual reporting period beginning after December 15, 2016, including interim reporting periods within that reporting period; or (b) an annual reporting period beginning after December 15, 2016, and interim reporting periods within annual reporting periods beginning one year after the annual reporting period in which an entity first applies <a href="#">ASU No. 2014-09</a>, as subsequently amended. Thereafter, the presentation and disclosure requirements in <a href="#">Topic 606, Revenue from Contracts with Customers</a>, below should be followed. (<a href="#">ASC 606-10-65-1</a>)</p> <p>The SEC staff would not object to a public business entity that otherwise would not meet the definition of a public business entity except for a requirement to include or the inclusion of its financial statements or financial information in another entity’s filing with the SEC adopting ASC Topic 606 for annual reporting periods beginning after December 15, 2018, and interim reporting periods within annual reporting periods beginning after December 15, 2019. However, a public business entity that otherwise would not meet the definition of a public business entity except for a requirement to include or the inclusion of its financial statements or financial information in another entity’s filing with the SEC may still elect to adopt ASC Topic 606 according to the public business entity effective dates discussed above. (<a href="#">ASC 606-10-S65-1</a>)</p> <p><i>Note:</i> For purposes of the transition related to <a href="#">Topic 606</a>, an entity should apply the guidance using one of the following two transition methods (<a href="#">ASC 606-10-65-1</a>):</p> <ol style="list-style-type: none"> <li>1. <i>Retrospectively to each prior reporting period presented in accordance with the guidance on accounting changes in <a href="#">ASC paragraphs 250-10-45-5 through 45-10</a>. Under this transition method, the entity should provide the disclosures required in <a href="#">ASC paragraphs 250-10-50-1 through 50-2</a> in the period of adoption, except that an entity need not disclose the effect of the changes on the current period, which otherwise is required by <a href="#">ASC paragraph 250-10-50-1(b)(2)</a>. However, an entity should disclose the effect of the changes on any prior periods that have been retrospectively adjusted. In addition, under this method, the entity may elect any of the following practical expedients:</i> <ol style="list-style-type: none"> <li>a. An entity need not restate contracts that begin and are completed within the same annual reporting period.</li> <li>b. For completed contracts that have variable consideration, an entity may use the transaction price at the date the contract was completed, rather than</li> </ol> </li> </ol>	

Type of Change	Description of Change	Roll Forward and Update Content Considerations
	<p>estimating variable consideration amounts in the comparative reporting periods.</p> <p>c. For all reporting periods presented before the date of initial application, an entity need not disclose the amount of the transaction price allocated to remaining performance obligations and an explanation of when the entity expects to recognize that amount as revenue (see <a href="#">ASC paragraph 606-10-50-13</a>).</p> <p>For contracts that were modified before the beginning of the earliest reporting period presented in accordance with <a href="#">Topic 606</a>, an entity need not retrospectively restate the contract for those contract modifications in accordance with paragraphs <a href="#">606-10-25-12 through 25-13</a>. Instead, an entity should reflect the aggregate effect of all modifications that occur before the beginning of the earliest period presented in accordance with <a href="#">Topic 606</a> when: (1) identifying the satisfied and unsatisfied performance obligations, (2) determining the transaction price, and (3) allocating the transaction price to the satisfied and unsatisfied performance obligations.</p> <p>For any of the foregoing practical expedients that an entity uses, the entity should apply that expedient consistently to all contracts within all reporting periods presented and should disclose: (a) the expedients that have been used, and (b) a qualitative assessment of the estimated effect of applying each of those expedients, to the extent reasonably possible.</p> <p><i>Retrospectively with the cumulative effect of initially applying <a href="#">Topic 606</a> recognized at the date of initial application.</i> Under this transition method, the entity (a) should recognize the cumulative effect of initially applying <a href="#">Topic 606</a> as an adjustment to the opening balance of retained earnings (or other appropriate components of equity in the balance sheet) of the annual reporting period that includes the date of initial application, and (b) may elect to apply the guidance retrospectively either to all contracts at the date of initial application or only to contracts that are not completed contracts at the date of initial application (e.g., January 1, 2018, for an entity with a December 31 year-end). The entity should disclose whether it has applied this guidance to all contracts at the date of initial application or only to contracts that are not completed at the date of initial application. Under this transition method, the entity may apply the practical expedient for contract modifications in item 1(d) above. If an entity applies the practical expedient for contract modifications in item 1(d) above, it should comply with the guidance for practical expedients discussed in item 1 above. In addition, under this method, the entity should disclose the nature of and reason for the change in accounting principle and provide the following disclosures in reporting periods that include the date of initial application:</p> <p>a. The amount by which each financial statement line item is affected in the current reporting period by the application of <a href="#">Topic 606</a> as compared to the guidance that was in effect before the change; and</p> <p>b. An explanation of the reasons for significant changes.</p>	

Type of Change	Description of Change	Roll Forward and Update Content Considerations
	<p>For purposes of the transition guidance under both methods above, the date of initial application is the start of the reporting period in which an entity first applies <a href="#">Topic 606</a> and a completed contract is a contract for which all (or substantially all) of the revenue was recognized in accordance with revenue guidance that is in effect before the date of initial application.</p> <p>Have the following transitional disclosures related to <a href="#">ASC Topic 606</a> been made (<a href="#">ASC 606-10-65-1</a>):</p> <p>If retrospective method of adoption to each prior reporting period is used, have the following items been disclosed:</p> <p>The disclosures required in <a href="#">ASC paragraphs 250-10-50-1 through 50-2</a> in the period of adoption? (See <a href="#">ASC Topic 250, Accounting Changes and Error Corrections</a>)</p> <p><i>Note:</i> An entity need not disclose the effect of the changes on the current period, which otherwise is required by <a href="#">ASC paragraph 250-10-50-1(b)(2)</a>. However, an entity should disclose the effect of the changes on any prior periods that have been retrospectively adjusted.</p> <p>If a practical expedient is used to adopt <a href="#">ASC Topic 606</a>, the expedients that have been used and, to the extent reasonably possible, a qualitative assessment of the estimated effect of applying each of the expedients used?</p> <p>If the cumulative effect method of adoption is used:</p> <p>Has the cumulative effect of initially applying <a href="#">ASC Topic 606</a> been recognized as an adjustment to the opening balance of retained earnings (or other appropriate components of equity in the balance sheet) of the annual reporting period that includes the date of initial application?</p> <p>Has disclosure been made as to whether the guidance has been applied to all contracts at the date of initial application or only to contracts that are not completed at the date of initial application (e.g., January 1, 2018, for an entity with a December 31 year-end)?</p> <p>Have disclosures been made of the amount by which each financial statement line item is affected in the current reporting period by the application of <a href="#">ASC Topic 606</a> as compared to the guidance that was in effect before the change, and an explanation of the reasons for significant changes?</p> <p>Has disclosure been made of the nature of and reason for the change in accounting principle?</p>	
<p><b>Compensation – Stock Compensation (ASC 718)</b></p> <p><b>Income Taxes Related Matters</b></p>		
Added	<p>Added new Note and steps as follows:</p> <p><i>Note:</i> The presentation and disclosure requirements in item b below have been superseded by the amendments in <a href="#">ASU No. 2019-12, Income Taxes (Topic 740): Simplifying the Accounting for Income Taxes</a>, which is effective for public business entities for fiscal years beginning after December 15, 2020, and interim periods within those fiscal years. For all other entities, the requirements are effective for fiscal years beginning after December 15, 2021 and interim periods</p>	

Type of Change	Description of Change	Roll Forward and Update Content Considerations
	<p>within fiscal years beginning after December 15, 2022. Thereafter, the presentation and disclosure requirements in item c below should be followed. Early adoption is permitted. (<a href="#">ASC 740-10-65-8</a>)</p> <p>Have the tax benefit of tax-deductible dividends on allocated and unallocated ESOP shares been recognized in income taxes allocated to continuing operations? (<a href="#">ASC 718-740-45-7</a>)</p>	
<p><b>Income Taxes (ASC 740)</b> <b>Overall</b></p>		
Modified	<p>Modified and added Notes and Steps as follows:</p> <p><i>Note:</i> The presentation and disclosure requirements in item 6 below are prescribed by <a href="#">ASU No. 2019-12, Income Taxes (Topic 740): Simplifying the Accounting for Income Taxes</a>, which is effective for public business entities for fiscal years beginning after December 15, 2020, and interim periods within those fiscal years. For all other entities, the requirements are effective for fiscal years beginning after December 15, 2021 and interim periods within fiscal years beginning after December 15, 2022.</p> <p>Early adoption is permitted for:</p> <ol style="list-style-type: none"> <li>1. Public business entities for periods for which financial statements have not yet been issued.</li> <li>2. All other entities for periods for which financial statements have not yet been made available for issuance.</li> </ol> <p>An entity that elects early adoption of ASU No. 2019-12 in an interim period should reflect any adjustments as of the beginning of the annual period that includes that interim period. Additionally, an entity that elects early adoption should adopt all of the provisions of ASU No. 2019-12 in the same period.</p> <p>An entity should apply ASU No. 2019-12 as follows:</p> <ol style="list-style-type: none"> <li>1. On a retrospective basis for all periods presented for ASU No. 2019-12 related to the separate financial statements of legal entities that are both not subject to tax and disregarded by the taxing authority. Retrospective application is required only within the separate financial statements of those entities for which the election in ASU No. 2019-12 is made.</li> <li>2. On a modified retrospective basis through a cumulative-effect adjustment to retained earnings as of the beginning of the fiscal year of adoption of ASU No. 2019-12 related to changes in ownership of foreign equity method investments or foreign subsidiaries.</li> </ol>	

Type of Change	Description of Change	Roll Forward and Update Content Considerations
	<p>3. On a retrospective basis for all periods presented or a modified retrospective basis through a cumulative-effect adjustment to retained earnings as of the beginning of the fiscal year of adoption of ASU No. 2019-12 related to franchise taxes that are partially based on income.</p> <p>On a prospective basis for all other amendments in ASU No. 2019-12. (<a href="#">ASC 740-10-65-8</a>)</p> <p>Has an entity that is both not subject to tax and disregarded by the taxing authority that elects to include the allocated amount of current and deferred tax expense in its separately issued financial statements in accordance with ASC paragraph <a href="#">740-10-30-27A</a> disclosed that fact and provided the disclosures required by item 5 above? (<a href="#">ASC 740-10-50-17A</a>)</p> <p><i>Note:</i> The presentation and disclosure requirements in item 7 below are prescribed by <a href="#">ASU No. 2016-16, Income Taxes (Topic 740): Intra-Entity Transfers of Assets Other Than Inventory</a>, which is effective on a modified retrospective basis for public business entities for annual periods beginning after December 15, 2017, and interim periods within those annual periods. For all other entities, the requirements are effective on a modified retrospective basis for annual periods beginning after December 15, 2018, and interim periods within annual periods beginning after December 15, 2019. Early adoption is permitted as of the beginning of an annual period for which financial statements (interim or annual) have not been issued or made available for issuance. (<a href="#">ASC 740-10-65-5</a>)</p> <p><i>Note:</i> The presentation and disclosure requirements in item 8 below are prescribed by <a href="#">ASU No. 2019-12, Income Taxes (Topic 740): Simplifying the Accounting for Income Taxes</a>, which is effective for public business entities for fiscal years beginning after December 15, 2020, and interim periods within those fiscal years. For all other entities, the requirements are effective for fiscal years beginning after December 15, 2021 and interim periods within fiscal years beginning after December 15, 2022. (<a href="#">ASC 740-10-65-8</a>)</p> <p>Have the following transitional disclosures related to the adoption of <a href="#">ASU No. 2019-12</a> been made in the first fiscal year of adoption and in the interim periods within the first fiscal year of adoption (<a href="#">ASC 740-10-65-8</a>):</p> <ol style="list-style-type: none"> <li>1. The nature of and reason for the change in accounting principle?</li> <li>2. The transition method?</li> <li>3. A qualitative description of the financial statement line items affected by the change?</li> </ol>	
<b>Fair Value Measurements and Disclosures (ASC 820)</b>		
Added	<p>Added new Notes as follows:</p> <p><i>Note:</i> These disclosure requirements do not apply to an investment within the scope of ASC paragraphs <a href="#">820-10-15-4 through 15-5</a> for which fair value is measured using net asset value per share (or its equivalent, e.g., member units or an ownership interest in partners' capital to which a</p>	

Type of Change	Description of Change	Roll Forward and Update Content Considerations
	<p>proportionate share of net assets is attributed) as a practical expedient, in accordance with ASC paragraph <a href="#">820-10-35-59</a>. (<a href="#">ASC 820-10-50-2</a>)</p> <p><i>Note:</i> The presentation and disclosure requirements in item 7 below are prescribed by <a href="#">ASU No. 2020-01, Investments—Equity Securities (Topic 321), Investments—Equity Method and Joint Ventures (Topic 323), and Derivatives and Hedging (Topic 815): Clarifying the Interactions between Topic 321, Topic 323, and Topic 815</a>, which is effective for public business entities for fiscal years and interim periods within those fiscal years, beginning after December 15, 2020. For all other entities, the requirements are effective for fiscal years and interim periods within those fiscal years, beginning after December 15, 2021.</p> <p>Early adoption is permitted, including early adoption in an interim period for:</p> <ol style="list-style-type: none"> <li>1. Public business entities for periods for which financial statements have not yet been issued.</li> <li>2. All other entities for periods for which financial statements have not yet been made available for issuance.</li> </ol> <p>An entity should apply <a href="#">ASU No. 2020-01</a> prospectively at the beginning of the interim period that includes the adoption date. (<a href="#">ASC 825-10-65-6</a>)</p> <p>Have the following transitional disclosures related to the adoption of <a href="#">ASU No. 2020-01</a> been made in the interim and annual periods of adoption (<a href="#">ASC 825-10-65-6</a>):</p> <p>The nature of and reason for the change in accounting principle?</p> <p>The transition method?</p> <p>A qualitative description of the financial statement line items affected by the change?</p>	
<b>Reference Rate Reform (ASC 848)</b>		
New	<p>New Section with following steps:</p> <p><i>Note:</i> The presentation and disclosure requirements in items 1 and 2 below are prescribed by <a href="#">ASU No. 2020-04, Reference Rate Reform (Topic 848): Facilitation of the Effects of Reference Rate Reform on Financial Reporting</a>, which is effective for all entities as of March 12, 2020 through December 31, 2022. (<a href="#">ASC 848-10-65-1</a>)</p> <p><i>Note:</i> For purposes of transition related to <a href="#">ASC Topic 848</a>, an entity should apply the guidance in items 1 and 2 below as follows: (<a href="#">ASC 848-10-65-1</a>)</p>	

Type of Change	Description of Change	Roll Forward and Update Content Considerations
	<p>An entity may elect to apply <a href="#">ASU No. 2020-04</a> for contract modifications by ASC Topic or Industry Subtopic as of any date from the beginning of an interim period that includes or is subsequent to March 12, 2020, or prospectively from a date within an interim period that includes or is subsequent to March 12, 2020, up to the date that the financial statements are available to be issued. Once elected for an ASC Topic or an Industry Subtopic, ASU No. 2020-04 should be applied prospectively for all eligible contract modifications for that ASC Topic or Industry Subtopic in accordance with ASC <a href="#">paragraph 848-20-35-1</a>.</p> <p>An entity may elect to apply <a href="#">ASU No. 2020-04</a> to eligible hedging relationships existing as of the beginning of the interim period that includes March 12, 2020 and to new eligible hedging relationships entered into after the beginning of the interim period that includes March 12, 2020.</p> <p>If an entity elects to apply any of the provisions of <a href="#">ASU No. 2020-04</a> for an eligible hedging relationship existing as of the beginning of the interim period that includes March 12, 2020, any adjustments as a result of those elections should be reflected as of the beginning of that interim period and recognized in accordance with ASC Subtopics <a href="#">848-30</a>, <a href="#">848-40</a>, and <a href="#">848-50</a> (as applicable). If an entity elects to apply any of the provisions of ASU No. 2020-04 for a new hedging relationship entered into between the beginning of the interim period that includes March 12, 2020 and March 12, 2020, any adjustments as a result of those elections should be reflected as of the beginning of the hedging relationship and recognized in accordance with ASC Subtopics <a href="#">848-30</a>, <a href="#">848-40</a>, and <a href="#">848-50</a> (as applicable).</p> <p>For private companies that are not financial institutions as described in ASC <a href="#">paragraph 942-320-50-1</a> and not-for-profit entities (except for not-for-profit entities that have issued, or are a conduit bond obligor for, securities that are traded, listed, or quoted on an exchange or an over-the-counter market), an entity should update its hedge documentation (as applicable) noting the changes made before the next interim (if applicable) or annual financial statements are available to be issued.</p> <p>For all other entities, an entity should update its hedge documentation (as applicable) noting the changes made no later than when the entity performs its first quarterly assessment of effectiveness after the election.</p> <p><i>Note:</i> <a href="#">ASU No. 2020-04</a> should not be applied to all the following: (<a href="#">ASC 848-10-65-1</a>)</p> <ol style="list-style-type: none"> <li>1. Contract modifications made after December 31, 2022.</li> <li>2. New hedging relationships entered into after December 31, 2022.</li> <li>3. Hedging relationships evaluated for periods after December 31, 2022, except for hedging relationships existing as of December 31, 2022, that apply the following optional expedients in ASC Subtopics <a href="#">848-30</a> and <a href="#">848-40</a> that should be retained</li> </ol>	

Type of Change	Description of Change	Roll Forward and Update Content Considerations
	<p>through the end of the hedging relationship (including for periods evaluated after December 31, 2022):</p> <ul style="list-style-type: none"> <li>a. An optional expedient to the systematic and rational method used to recognize in earnings the components excluded from the assessment of effectiveness in ASC paragraph <a href="#">848-30-25-12</a>.</li> <li>b. An optional expedient to the rate to discount cash flows associated with the hedged item and any adjustment to the cash flows for the designated term or the partial term of the designated hedged item in a fair value hedge in ASC paragraph <a href="#">848-40-25-6</a>.</li> <li>c. An optional expedient to not periodically evaluate the conditions in ASC paragraph <a href="#">815-20-25-104(d) and (g)</a> when using the shortcut method for a fair value hedge in ASC paragraph <a href="#">848-40-25-8</a>.</li> </ul> <p><i>Note:</i> An entity may elect the optional expedients in ASC Subtopics <a href="#">848-30</a>, <a href="#">848-40</a>, and <a href="#">848-50</a> if it has adopted the amendments in <a href="#">ASU No. 2017-12, Derivatives and Hedging (Topic 815): Targeted Improvements to Accounting for Hedging Activities. (ASC 848-10-65-1)</a></p> <p>An entity that has not adopted the amendments in ASU No. 2017-12 may elect the following optional expedients in ASC Subtopics 848-30, 848-40, and 848-50:</p> <ul style="list-style-type: none"> <li>1. An optional expedient allowing changes in critical terms of a hedging relationship in ASC paragraphs <a href="#">848-30-25-3 through 25-7</a>.</li> <li>2. An optional expedient allowing a change to the method designated for use in assessing hedge effectiveness in a cash flow hedge in <a href="#">ASC paragraph 848-30-25-8</a> if the optional expedient method being elected is the simplified hedge accounting approach for eligible private companies for initial hedge effectiveness in <a href="#">ASC paragraph 848-50-25-8</a> or for subsequent hedge effectiveness in <a href="#">ASC paragraph 848-50-35-7</a>.</li> <li>3. An optional expedient allowing an entity to assume that the hedged forecasted transaction in a cash flow hedge is probable of occurring in <a href="#">ASC paragraph 848-50-25-2</a>.</li> <li>4. An optional expedient allowing an entity to assume that the reference rate will not be replaced for the remainder of the hedging relationships in <a href="#">ASC paragraph 848-50-25-11(a)</a> for initial hedge effectiveness and <a href="#">ASC paragraph 848-50-35-17(a)</a> for subsequent hedge effectiveness when the entity is using any of the methods for assessing and measuring hedge effectiveness in a cash flow hedge</li> </ul>	

Type of Change	Description of Change	Roll Forward and Update Content Considerations
	<p>on a quantitative basis and if both the hedged forecasted transaction and the hedging instrument have a reference rate that meets the scope of <a href="#">ASC paragraph 848-10-15-3</a>.</p> <p>5. An optional expedient allowing an entity to disregard certain requirements of the simplified hedge accounting approach for eligible private companies for initial hedge effectiveness in ASC paragraph 848-50-25-8 or for subsequent hedge effectiveness in ASC paragraph 848-50-35-7 in a cash flow hedge.</p> <p><i>Note:</i> The one-time election to sell, transfer, or both sell and transfer debt securities classified as held to maturity in accordance with <a href="#">ASC paragraphs 848-10-35-1 through 35-2</a> may be made at any time after March 12, 2020, but no later than December 31, 2022. (<a href="#">ASC 848-10-65-1</a>)</p> <p>Has an entity that has applied the one-time election to sell, transfer, or both sell and transfer debt securities classified as held to maturity in accordance with <a href="#">ASC paragraphs 848-10-35-1 through 35-2</a> applied the disclosure requirements in <a href="#">ASC paragraph 320-10-50-10</a> for the sale or transfer of debt securities classified as held to maturity? (<a href="#">ASC 848-10-50-1</a>)</p> <p>Have the nature of and reason for the change in accounting principle related to the adoption of <a href="#">ASU No. 2020-04</a> been made in each interim and annual period in the fiscal period of adoption? (<a href="#">ASC 848-10-65-1</a>)</p>	

### Audit Programs (AUDs)

Type of Change	Description of Change	Location	Based on Standard Y/N	Standard Reference	Roll Forward Considerations
<b>AUD-101 Overall Audit Program</b>					
Modified	Updated multiple practice points for AS 2501, AS 1201, and AS 3101.	Procedures	New or Revised Guidance		
Modified	<p>Under “Risk Assessment Procedures: Obtaining an Understanding of the Entity and its Environment” modified step which now reads:</p> <p>Identify and document relevant assertions and relevant related controls for the following:</p> <ul style="list-style-type: none"> <li>a. Significant classes of transactions;</li> <li>b. Significant account balances; and</li> </ul>	Procedures	New or Revised Guidance	SAS No. 134	Step will retain on roll forward is user selects to keep all responses on roll forward.

Type of Change	Description of Change	Location	Based on Standard Y/N	Standard Reference	Roll Forward Considerations
	c. Significant financial statement disclosures (both the qualitative and quantitative aspects) and disclosure expectations.				
Added	Under “Evaluating, Concluding, and Reporting Procedures” added step regarding critical audit matters:  Determine whether an audit matter that relates to accounts or disclosures material to the financial statements involved especially challenging, subjective, or complex auditor judgment and document the principal considerations that led the auditor to determine whether the matter is a critical audit matter (CAM) that is required to be communicated to the audit committee and included in the auditor’s report.	Procedures	Clarification		
<b>AUD-201 Audit Program: Opening Balances and Additional Audit Procedures for an Initial or Reaudit Engagement</b>					
Modify	Minor wording changes	Purpose, Instructions	Clarification		
Add	Added step 1 under “accepting the engagement” which reads as follows:  In accepting the engagement, we have considered: <ul style="list-style-type: none"> <li>a. Arrangements to be made with the predecessor auditor (e.g., to review the predecessor auditor's audit workpapers);</li> <li>b. Any major issues discussed with management or those charged with governance regarding the initial selection as auditors and how these issues affect the overall audit strategy and audit plan;</li> <li>c. The assignment of personnel possessing the appropriate characteristics and qualifications to enable them to perform competently and to successfully execute the engagement;</li> <li>d. Other procedures required by the firm's quality control system for initial audit engagements (e.g., the involvement of another senior individual to review the overall audit strategy before starting the audit or to review the audit report before it is issued); and</li> </ul>	Procedures	Clarification		

Type of Change	Description of Change	Location	Based on Standard Y/N	Standard Reference	Roll Forward Considerations
	<p>e. The procedures planned to obtain audit evidence regarding opening balances.</p> <p>This new step will show if the new TQ flowing into this form, “Is this a new or recurring engagement?” is answered as “New” in AUD-100.</p>				
Modify	Reorganized many steps to improve workflow.	Procedures	Improved workflow		
Add	Added step “No Predecessor Auditor” with specific procedures that may be performed in new engagements when there is no predecessor auditor, replacing the existing generic step.	Procedures	Enhancement		
Modify	<p>Split step 11 under “Predecessor Auditor” (previously step 6) into two steps which read as follows:</p> <p>We reviewed the predecessor auditor’s report on the financial statements and other reports and documents as necessary (such as the management letter or communication of significant deficiencies in internal control, attorney response letters to audit inquiries, and the management representation letter).</p> <p>We reviewed the predecessor auditor’s permanent file documents that are pertinent to the audit (such as articles of incorporation, partnership agreements and other significant agreements, and legal documents).</p>	Procedures			The first step will retain on roll forward if user selects to keep all responses on roll forward. The second step is considered new.
Add	<p>Added step 26 regarding critical audit matters:</p> <p>We determined whether significant difficulty in obtaining sufficient appropriate audit evidence about whether the opening balances contain misstatements that materially affect the current period’s financial statements meet the definition of a critical audit matter (CAM) and should be communicated to the audit committee and included in the auditor’s report.</p>	Procedures	Enhancement		
<b>AUD-603 Audit Program: Using or Supervising the Work of an Auditor’s Specialist</b>					

Type of Change	Description of Change	Location	Based on Standard Y/N	Standard Reference	Roll Forward Considerations
Modify	Changed the name of the program from “Audit Program: Using the Work of an Auditor’s Specialist” to “Audit Program: Using or Supervising the Work of an Auditor’s Specialist”	Title	New or Revised Guidance	AS 1210, <i>Using the Work of an Auditor-Engaged Specialist</i> ; PCAOB Staff Guidance, <i>Supervising or Using the Work of an Auditor’s Specialist</i>	Step will retain on roll forward if user selects to keep all responses on roll forward.
Modify	Updated Purpose and instructions based on new guidance.	Purpose, Instructions	New or Revised Guidance	AS 1210, <i>Using the Work of an Auditor-Engaged Specialist</i> ; PCAOB Staff Guidance, <i>Supervising or Using the Work of an Auditor’s Specialist</i>	
Modify	Added one new Tailoring Question with show/hide on sections, Renamed sections, added sections, rearranged steps, and added steps to better adhere to revised PCAOB guidance regarding auditor-engaged specialists and supervising auditor-employed specialists.	Procedures	New or Revised Guidance	AS 1210, <i>Using the Work of an Auditor-Engaged Specialist</i> ; PCAOB Staff Guidance, <i>Supervising or Using the Work of an Auditor’s Specialist</i>	
<b>AUD-604 Audit Program: Using the Work of a Company’s Specialist</b>					
Modify	Changed the name of the program from “Audit Program: Using the Work of a Management’s Specialist” to “Audit Program: Using the Work of a Company’s Specialist”	Title	New or Revised Guidance	Appendix A to AS 1105, <i>Audit Evidence</i> ; PCAOB Staff Guidance, <i>Using the Work of a Company’s Specialist</i>	Step will retain on roll forward if user selects to keep all responses on roll forward.

Type of Change	Description of Change	Location	Based on Standard Y/N	Standard Reference	Roll Forward Considerations
Modify	Updated Purpose and instructions based on new guidance.	Purpose, Instructions	New or Revised Guidance	Appendix A to AS 1105, <i>Audit Evidence</i> ; PCAOB Staff Guidance, <i>Using the Work of a Company's Specialist</i>	
Modify	Renamed sections, added sections, rearranged steps, and added steps to better adhere to revised PCAOB guidance regarding auditor-engaged specialists and supervising auditor-employed specialists.	Procedures	New or Revised Guidance	Appendix A to AS 1105, <i>Audit Evidence</i> ; PCAOB Staff Guidance, <i>Using the Work of a Company's Specialist</i>	
<b>AUD-701 Audit Program: Designing Tests of Controls</b>					
Modify	Updated purpose with examples of circumstances when risks for substantive procedures alone cannot provide sufficient appropriate audit evidence at the relevant assertion level.	Purpose	Enhancement		
<b>AUD-800 Audit Program: Custom through AUD-822 Audit Program: Business Combinations</b>					
Modify	Modified instructions to provide additional guidance related to specific risks and assertion level risks.	Instructions			
<b>AUD-802A Audit Program: Investments in Securities</b>					
Modify	Modified step 1(a) under “Debt and Equity Investments – Detailed Analysis  The classification of the investments (i.e., held for trading, available for sale, or held to maturity, as appropriate under the applicable financial reporting framework).	Procedures	Enhancement		Step will reset on roll forward due to content changes.
Added	Added new confirmation related steps under section “Held for Third Parties”.	Procedures	Enhancement		
Modify	Modified step under “Transfers between Categories” as follows:	Procedures	Enhancement		

Type of Change	Description of Change	Location	Based on Standard Y/N	Standard Reference	Roll Forward Considerations
	We evaluated whether any transfers between classifications of investment securities have been properly made and recorded in accordance with the applicable financial reporting framework.				
Modify	New section added: Equity Securities	Procedures	Enhancement		
Modify	Modified steps “Investments in Closely Held Corporations or Partnerships – Proper Accounting” and “Joint Ventures Equity Method – Proper Accounting” to include evaluating management’s process for identifying conditions or events that would require a change to the accounting.	Procedures	Enhancement		Steps modified will retain on roll forward if user selects to keep all responses on roll forward.
Modify	Modified step “Audit Procedures for Tests of Fair Value” and added related practice points	Procedures	New or Revised Guidance	AS 2501 (Revised), <i>Auditing Accounting Estimates, Including Fair Value Measurements</i>	
<b>AUD-802B Audit Program: Derivative Instruments and Hedging Activities</b>					
Modify	Modified step “Derivatives and Hedging – Management’s Estimate” to refer to AUD-816 <i>Audit Program: Fair Value Measurements and Disclosures</i> .	Procedures	New or Revised Guidance	AS 2501 (Revised), <i>Auditing Accounting Estimates, Including Fair Value Measurements</i>	
Modify	Added substep under step “Derivatives and Hedging – Procedures” that refer to AUD-816 <i>Audit Program: Fair Value Measurements and Disclosures</i> when using pricing information from a third-party.	Procedures	New or Revised Guidance	AS 2501 (Revised), <i>Auditing Accounting Estimates, Including Fair Value Measurements</i>	

Type of Change	Description of Change	Location	Based on Standard Y/N	Standard Reference	Roll Forward Considerations
Modify	Modified step “Audit Procedures for Tests of Fair Value” and added related practice points	Procedures	New or Revised Guidance	AS 2501 (Revised), <i>Auditing Accounting Estimates, Including Fair Value Measurements</i>	
<b>AUD-803 Audit Program: Accounts Receivable and Revenue</b>					
Delete	Removed TQ, “Has the entity adopted ASC Topic 606?”.	TQ Table			
Delete	Deleted steps “Revenue Recognition”, “Retrospective Application of Revenue Recognition Standard”, and “Revenue Recognition Transitional Disclosures” for entities who have not adopted ASC Topic 606	Procedures			
Modify	Updated the following steps to focus on the audit procedures rather than specific accounting requirements: <ul style="list-style-type: none"> <li>• “Management’s Analysis of Revenue Streams” (Previously “Management’s Analysis of Revenue Streams under ASC Topic 606”)</li> <li>• “Identify and Understand Revenue Streams” (Previously “Identify and Understand Revenue Streams under ASC Topic 606”)</li> <li>• “Application of Five Step Process (U.S. GAAP and IFRS only)” (Previously “Application of Five Step Process under ASC Topic 606”)</li> </ul>	Procedures			Steps will retain on roll forward if user selects to keep all responses on roll forward.
Modify	Modified step “Management’s Analysis of Revenue Streams” (previously Understanding Revenue Streams) to remove consideration of lease classification.	Procedures	Improved Workflow		Steps will reset on roll forward due to content changes.
Modify	Modified bullet under “Assessing Management’s Conclusion” to discuss business purpose of the contract.	Procedures			Step will retain on roll forward if user selects to keep all responses on roll forward.
<b>AUD-806 Audit Program: Intangible Assets</b>					
Modify	Updated the steps to focus on the audit procedures rather than specific accounting requirements: “Impairment Testing – Goodwill	Procedures			Steps c and d under this program step will reset on roll forward due to content changes.

Type of Change	Description of Change	Location	Based on Standard Y/N	Standard Reference	Roll Forward Considerations
<b>AUD-807 Audit Program: Property and Equipment, and Depreciation</b>					
Modify	Updated the following steps to focus on the audit procedures rather than specific accounting requirements: <ul style="list-style-type: none"> <li>“Property Roll Forward”</li> <li>“Lease Classification Testing”</li> </ul>	Procedures			Step under “Property Roll Forward” will retain on roll forward if user selects to keep all responses.  Step b and d under “Lease Classification Testing” has been removed and a new step d has been added.
<b>AUD-810 Audit Program: Income Taxes</b>					
Modify	Updated the following steps to focus on the audit procedures rather than specific accounting requirements: “Accounting for the Effects of Changes in Tax Laws”	Procedures			Steps will retain on roll forward if user selects to keep all responses on roll forward.
<b>AUD-811 Audit Program: Debt Obligations</b>					
Modify	Minor wording changes	Procedures			
Modify	Modified step “Lease Contracts Under U.S. GAAP ASC Topic 842 (Previously Lease Obligations) to discuss embedded leases	Procedures			
<b>AUD-813 Audit Program: Other Income and Expense</b>					
Modify	Modified step “Broker or Dealer Trading Gains and Losses, Transaction Fees, Commissions, Mutual Fund Fees, and Other Income” to include all these items noted in the step header.	Procedures			Step will reset on roll forward due to content changes.
<b>AUD-816 Audit Program: Fair Value Measurements and Disclosures</b>					
Modify	Modified steps “Third-Party Pricing Agency” and “Fair Value Procedures” with additional procedures the auditor may perform.	Procedures	Enhancement	AS 2501 (Revised), <i>Auditing Accounting Estimates, Including Fair Value Measurements</i>	All modified steps will retain on roll forward if user selects to keep all responses on roll forward.

Type of Change	Description of Change	Location	Based on Standard Y/N	Standard Reference	Roll Forward Considerations
Modify	Renamed step “Analytical Procedures” to “Management’s Valuation Estimate”	Procedures			
<b>AUD-818 Audit Program: Share-Based Payments</b>					
Modify	Updated step c to focus on the audit procedures rather than specific accounting requirements: “Amortize the Compensation Expense”	Procedures			Step will reset on roll forward due to content changes.
<b>AUD-820 Audit Program: Accounting Estimates</b>					
Modify	Added TQ, “Have we identified management bias?”.	TQ Table			
Modify	<p>Modified the following steps under “Estimates, Including Fair Value Estimates”:</p> <ul style="list-style-type: none"> <li>a. We obtained an understanding of management’s process for developing accounting estimates (including whether management used the work of a specialist) and any changes in that process, including underlying assumptions and/or estimation models used.</li> <li>b. We obtained an understanding of how management identifies transactions, events, and conditions that may give rise to the need for accounting estimates to be recognized or disclosed in the financial statements and inquired of management about the changes in circumstances that give rise to new accounting estimates or the need to review existing accounting estimates.</li> <li>c. We evaluated the following factors with respect to significant accounts and disclosures involving accounting estimates:</li> </ul> <p>Added 5 new sub-steps under step c. above.</p>	Procedures			Steps b and c will reset on roll forward due to content changes.

Type of Change	Description of Change	Location	Based on Standard Y/N	Standard Reference	Roll Forward Considerations
Modify	<p>Modified the following steps based on guidance from the Center for Audit Quality (CAQ):</p> <ul style="list-style-type: none"> <li>• “Estimates, Including Fair Value Estimates”</li> <li>• “Requirements of Financial Reporting Framework”</li> <li>• “Accounting Estimates that Give Rise to Significant Risks, Substantive Procedures”</li> </ul>	Procedures			<p>Steps will retain on roll forward if user selects to keep all responses on roll forward except steps not below that will reset due to content changes.</p> <p>Step b under “Estimates, Including Fair Value Estimates” will reset</p> <p>Step c under “Accounting Estimates that Give Rise to Significant Risks, Substantive Procedures” will reset</p>
Add	<p>Added step under “Management Bias” as follows:</p> <p>We evaluated management’s judgments and the potential for management bias in applying the entity’s applicable financial reporting framework, in particular, management’s choice of estimation techniques and use of assumptions in estimation techniques.</p> <p>Step will also now show/hide based on new TQ added above.</p>	Procedures			Step will reset on roll forward due to content changes.
Add	<p>Added step “Bias Indicative of Fraud”</p> <p>If we have identified management bias, we evaluated whether circumstances producing the management bias represent a risk of material misstatement due to fraud (e.g., a risk that management instructed employees to record certain adjustments to inflate earnings).</p> <p><b>Practice Point:</b> Even if the auditor does not identify risks of material misstatement due to fraud, a possibility exists that management override of controls could occur.</p>	Procedures			
Modify	<p>Modified step c, under “Accounting Estimates That Give Rise to Significant Risks, Substantive Procedures” as follows:</p> <p>a. Whether the significant assumptions used by management are reasonable, including consistency:</p>	Procedures			Step will reset on roll forward due to content changes.

Type of Change	Description of Change	Location	Based on Standard Y/N	Standard Reference	Roll Forward Considerations
	<p>(1) Of the judgments within the entity’s own historical experience;</p> <p>(2) Of the judgments with other estimates within the entity (e.g., goodwill impairment or deferred tax asset impairment);</p> <p>(3) Of the judgments with readily available external information (e.g., industry journals, economist reports, experience of peer entities); and</p> <p>(4) In model methodologies, data, and assumptions, and the reasonableness of any changes.</p> <p><b>Practice Point:</b> The auditor should understand, evaluate, and gather evidence (positive and negative) regarding the significant assumptions and the judgments made by management.</p>				
<b>AUD-822 Audit Program: Business Combinations</b>					
Modify	Minor wording changes	Procedures			
<b>AUD-901 Audit Program: Subsequent Events</b>					
Add	Under “Section I: General Audit Procedures” added step 11: We documented the name and title of individual(s) inquired of regarding subsequent events and the date of the inquiry in the comments column of this program or in a separate workpaper documenting the discussion.	Procedures	Enhancement		
<b>AUD-902 Audit Program: Going Concern</b>					
Modify	Modified the header for the second column in the table in Section I: Risk Assessment Procedures and Related Activities”.  Does the Factor Exist Yes/No	Procedures	Clarification		Column will retain on roll forward if user selects to keep all responses on roll forward.
<b>AUD-909 Interim Review Program: Management Inquiries</b>					
Modify	Under “General” deleted step 21 regarding transactions near the end of the reporting period.	Procedures			

Type of Change	Description of Change	Location	Based on Standard Y/N	Standard Reference	Roll Forward Considerations
Modify	Minor wording changes.	Procedures			
Modify	Under “Investments in Debt Securities” modified step 7 as follows:  Have the held-to-maturity and available-for-sale portfolios been evaluated to determine whether they have been impaired?	Procedures			Step will reset on roll forward due to content changes.
<b>AUD-911</b>					
Added	Under “Reading of the Financial Statements” added substeps clarifying how financial statements should be presented:  2. The financial information and related disclosures are presented fairly, in all material respects, in accordance with the applicable financial reporting framework, considering whether the financial statements are presented in a manner that reflects: <ul style="list-style-type: none"> <li>(1) The appropriate classification and description of financial information and the underlying transactions, events, and conditions; and</li> <li>(2) The appropriate presentation, structure, and content of the financial statements.</li> </ul>	Procedures	Enhancement		
Added	Added step “Overall Review of the Financial Statements”:  3. We: <ul style="list-style-type: none"> <li>a. Agreed or reconciled information in the financial statements and the accompanying notes to the underlying accounting records, whether such information was obtained from within or outside of the general and subsidiary ledgers;</li> <li>b. Examined adjustments made during the course of preparing the financial statements; and</li> <li>c. Performed procedures to respond to a risk that at the period-end the entity may have entered into improper sales contracts or transactions may not have been finalized.</li> </ul>	Procedures	Enhancement		

**Practice Aids (AIDs)** have been modified and updated, where applicable, with additional tips, references, and examples.

- **AID-201 Nonattest Services PCAOB Independence Checklist** Updated for Ethics Interpretation, *Information System Services* (ET sec.1.295.145); some sections have been rearranged to better align with the organization of the Professional Code of Conduct.
- **AID-701 Audit Sampling Worksheet for Tests of Controls** Added practice point and other guidance to improve usability.
- **AID-807 Investments in Debt Securities Analysis** Updated to remove guidance for those who have not implemented ASU 2016-01, *Financial Instruments – Overall (Subtopic 825.10): Recognition and Measurement of Financial Assets and Financial Liabilities* as that standard is effective for all users of this title.
- **AID-822 PPE Summary Analysis** Updated to remove guidance for those who have not implemented ASC Topic 842, *Leases* as that standard is effective for all users of this title.
- **NEW AID-847 Service Organization Report Analysis**

**Auditor's Reports (RPTs)** have been modified and updated, where applicable, in accordance with current guidance.

- **RPTs 908A, 0995, 0996, 0997** Minor wording changes
- **DELETED RPT-0954 Adverse Opinion: Departures from U.S. GAAP** as duplicative of RPT-953

**Correspondence Documents (CORs)** have been modified and updated, where applicable, in accordance with current guidance.

- **CORs 201 Engagement Letter: Financial Statements Only Audit Under PCAOB Standards, 202 Audit Engagement Letter: Integrated Audit Under PCAOB Standards** Added paragraph about hosting; Added footnote regarding critical audit matters (CAMs).
- **COR-215 Communication With The Audit Committee During Planning** Added footnotes regarding CAMs
- **COR-218 Auditor's Agreement With and Request for Representations from the Auditor-Engaged Specialist Who Performs Certain Audit Procedures** Updated for AS 1210, *Using the Work of an Auditor-Engaged Specialist*;
- **COR-822 Confirmation of Sales Terms** Added additional information to be confirmed.
- **COR-901 Management Representation Letter: Financial Statement Only Audit** Added sample representations regarding cybersecurity and estimates; Modified sample representations regarding financial instruments and investments
- **CORs 905 Communication With the Audit Committee: Financial Statements Only Audit, 906 Communication With the Audit Committee: Integrated Audit** Added section regarding CAMs
- **NEW COR-823 Request for Confirmation of Multiemployer Defined Benefit Plan Information**
- **NEW COR-922 Communication to Entity with Significant Deficiencies and/or Material Weaknesses: Review of Interim Financial Information**

**Resource Documents (RESs)**

- **RES-001 Knowledge-Based Audit Methodology Overview** minor wording changes

- **RES-002 Index of Audit Programs, Forms, and Other Practice Aids** Updated as needed.
- **RES-004 Audit Sampling Guidance for Tests of Controls** Added guidance to improve usability.
- **RES-026 Controls Related to the Revenue Recognition Five-step Model** Minor wording changes
- **NEW RES-029 Implementing New Accounting Principles**

**In addition, forms and practice aids throughout have been updated to include new examples and tips and, where applicable, to take into account:**

New literature, standards, and developments, reflected in the following current audit and accounting guidance:

Statements on Auditing Standards (SASs):

SAS No. 135, *Omnibus Statement on Auditing Standards – 2019*;

SAS No. 137, *The Auditor’s Responsibilities Relating to Other Information Included in Annual Reports*;

SAS No. 138, *Amendments to the Description of the Concept of Materiality*;

SAS No. 139, *Amendments to AU-C Sections 800, 805, and 810 to Incorporate Auditor Reporting Changes From SAS No. 134*;

SAS No. 140, *Amendments to AU-C Sections 725, 730, 930, 935, and 940 to Incorporate Auditor Reporting Changes From SAS Nos. 134 and 137*

FASB Accounting Standards Codification as of June 30, 2020, and through Accounting Standards Update (ASU) No. 2020-05, including:

- [ASU No. 2020-05](#), Revenue from Contracts with Customers (Topic 606) and Leases (Topic 842): Effective Dates for Certain Entities.

AS 4105, *Reviews of Interim Financial Information*, AT No. 1: *Examination Engagements Regarding Compliance Reports of Brokers and Dealers*

AT No. 2: *Review Engagements Regarding Exemption Reports of Brokers and Dealers*

AICPA Statement on Auditing Standards (SAS) No. 134, *Auditor Reporting and Amendments, Including Amendments Addressing Disclosures in the Audit of Financial Statements*

Users of this content should consider guidance issued subsequent to these items to determine their effect on engagements conducted using this product.

## RELATED, FOUNDATIONS AND ASSOCIATION WORKPAPERS FOR THIS TITLE

Related workpapers are Knowledge Coach Word workpapers where information flows in or out of tables within the workpaper. Some of these related workpapers are Foundation workpapers or associated workpapers.

Foundation Workpapers include most of the Communication Hub workpapers, which are central to the Knowledge-Based Audit Methodology used by the Knowledge Coach titles.

Associated workpapers require you to associate them with custom values, such as audit areas, specialists, service organizations, and other items. Workpapers require an association when you need to have more than one instance of a particular Knowledge Coach workpaper in your binder for each type of item to which the workpaper is related.

Making this association allows Knowledge Coach information to flow properly between workpapers.

<i>Form No.</i>	<i>Form Name</i>	<i>Foundation Workpaper</i>	<i>Association Workpaper</i>
<b>KBA</b> s	<b>KNOWLEDGE-BASED AUDIT DOCUMENTS</b>		
KBA-101	Overall Audit Strategy	X	
KBA-101A	Overall Examination or Review Attestation Engagement Strategy		
KBA-102	Engagement Completion Document	X	
KBA-103	Evaluating and Communicating Internal Control Deficiencies, Instances of Non-Compliance, and Exceptions	X	
KBA-105	Review of Significant Accounting Estimates	X	
KBA-200	Entity Information and Background	X	
KBA-201	Client/Engagement Acceptance and Continuance Form		
KBA-301	Worksheet for Determination of Materiality and Thresholds for Trivial Amounts		
KBA-302	Understanding the Entity and Its Environment		
KBA-303	Inquiries of Management and Others within the Entity about the Risks of Fraud, Illegal Acts, and Noncompliance with Laws and Regulations		

<i>Form No.</i>	<i>Form Name</i>	<i>Foundation Workpaper</i>	<i>Association Workpaper</i>
KBA-400	Scoping and Mapping of Significant Account Balances, Classes of Transactions, and Disclosures	X	
KBA-401	Understanding Entity-Level Controls		
KBA-402	Understanding General Controls for Information Technology		
KBA-403	Understanding Activity-Level Controls: Revenue, Accounts Receivable, and Cash Receipts		
KBA-404	Understanding Activity-Level Controls: Inventory		
KBA-405	Understanding Activity-Level Controls: Property, Plant, and Equipment		
KBA-406	Understanding Activity-Level Controls: Other Assets		
KBA-407	Understanding Activity-Level Controls: Accounts Payable and Cash Disbursements		
KBA-408	Understanding Activity-Level Controls: Payroll and Related Liabilities		
KBA-409	Understanding Activity-Level Controls: Treasury		
KBA-410	Understanding Activity-Level Controls: Income Taxes		
KBA-411	Understanding Activity-Level Controls: Financial Reporting and Closing Process		
KBA-412	Understanding Controls Maintained by a Service Organization		X
KBA-413	Understanding Activity-Level Controls: Broker-Dealer Transactions		
KBA-502	Summary of Risk Assessments	X	

<i>Form No.</i>	<i>Form Name</i>	<i>Foundation Workpaper</i>	<i>Association Workpaper</i>
KBA-503	Basis for Inherent Risk Assessment		
KBA-902	Engagement Review and Approval Checklist		
KBA-905	Engagement Documentation Checklist		
<b>AUDs</b>	<b>AUDIT PROGRAMS</b>		
AUD-100	Engagement-Level Tailoring Questions	X	
AUD-101	Overall Audit Program	X	
AUD-201	Audit Program: Opening Balances and Additional Audit Procedures for an Initial or Reaudit Engagement		
AUD-602	Audit Program: Involvement of Other Auditors		X
AUD-603	Audit Program: Using the Work of an Auditor's Specialist		X
AUD-604	Audit Program: Using the Work of a Management's Specialist		X
AUD-701	Audit Program: Designing Tests of Controls		
AUD-800	Audit Program: Custom		X
AUD-801	Audit Program: Cash		
AUD-802A	Audit Program: Investments		
AUD-802B	Audit Program: Derivative Instruments and Hedging Activities		

<i>Form No.</i>	<i>Form Name</i>	<i>Foundation Workpaper</i>	<i>Association Workpaper</i>
AUD-803	Audit Program: Accounts Receivable and Revenue		
AUD-804	Audit Program: Inventories and Cost of Sales		
AUD-805	Audit Program: Prepaid Expenses, Deferred Charges, and Other Assets		
AUD-806	Audit Program: Intangible Assets		
AUD-807	Audit Program: Property and Equipment, and Depreciation		
AUD-808	Audit Program: Accounts Payable and Purchases		
AUD-809	Audit Program: Payroll and Related Liabilities		
AUD-810	Audit Program: Income Taxes		
AUD-811	Audit Program: Debt Obligations		
AUD-812	Audit Program: Equity		
AUD-813	Audit Program: Other Income and Expense		
AUD-814	Audit Program: Journal Entries		
AUD-815	Audit Program: Related-Party Transactions		
AUD-816	Audit Program: Fair Value Measurements and Disclosures		
AUD-817	Audit Program: Variable Interest Entities		

<i>Form No.</i>	<i>Form Name</i>	<i>Foundation Workpaper</i>	<i>Association Workpaper</i>
AUD-818	Audit Program: Share-Based Payments		
AUD-819	Audit Program: Commitments and Contingencies		
AUD-820	Audit Program: Accounting Estimates		
AUD-821	Audit Program: Concentrations		
AUD-822	Audit Program: Business Combinations		
AUD-901	Audit Program: Subsequent Events		
AUD-902	Audit Program: Going Concern		
AUD-903	Audit Program: Consideration of Fraud		
AUD-904	Audit Program: Compliance with Laws and Regulations		
AUD-907	Interim Review Program: Review of Interim Financial Information		
AUD-908	Interim Review Program: Management Inquiries		
AUD-909	Audit Program: Previously Reported Material Weakness Continues to Exist		
AUD-911	Audit Program: Financial Statement Review		
<b>ATTs</b>	<b>ATTESTATION PROGRAMS</b>		
ATT-830	Attestation Program: Examination Engagement		

<i>Form No.</i>	<i>Form Name</i>	<i>Foundation Workpaper</i>	<i>Association Workpaper</i>
ATT-831	Attestation Program: Review Engagement		
ATT-832	Attestation Program: Agreed-Upon Procedures Engagement		
<b>AIDs</b>	<b>PRACTICE AIDs</b>		
AID-201	Nonattest Services PCAOB Independence Checklist		
AID-302	Understanding the Entity's Revenue Streams and Revenue Recognition Policies		
AID-601	Considering the Use of the Work of Internal Auditors		
AID-603	Component Identification and Analysis		
AID-702	Results of Tests of Controls		
AID-801	Audit Sampling Worksheet for Substantive Tests of Details		
AID-901	Differences of Professional Opinion		

**Additional Information for Associated Workpapers**

The following tables list the workpapers that require association in this title, along with the information that must be completed before you can insert each workpaper.

<i>Workpaper Requiring Association</i>	<i>What is it associated with?</i>		
	<i>Workpaper</i>	<i>Table/Question</i>	<i>Association Item (Custom Value)</i>
KBA-412 Understanding Ctrl: Service Org (Custom)	AUD-100 Engagement-Level Tailoring Questions Workpaper	Does the entity use service organizations? Shows the "Document the service organizations used by the entity." table in KBA-101 Overall Audit Strategy.	
	KBA-101 Overall Audit Strategy	Document the service organizations used by the entity.	Service Organization
AUD-602 Audit Program: Involvement of Other Auditors (Custom)	AUD-100 Engagement-Level Tailoring Questions Workpaper	Does the auditor plan to rely on audit evidence provided by a component auditor? is "Yes" Shows the "Document the audit evidence provided by the component auditor(s) that the engagement team will rely on in our engagement." table in KBA- 101 Overall Audit Strategy.	
	KBA-101 Overall Audit Strategy	Document the audit evidence provided by the component auditor(s) that the engagement team will rely on in our engagement.	Audit Firm Name
AUD-603 Audit Program: Auditor's Specialist (Custom)	AUD-100 Engagement-Level Tailoring Questions Workpaper	Does the auditor intend to use a specialist on this engagement? is "Yes" Shows the "Document the expected use of a specialist(s) on our audit." table in KBA-101 Overall Audit Strategy.	
	KBA-101 Overall Audit Strategy	Document the expected use of a specialist(s) on our audit. Then select Auditor's Specialist from the Type of Specialist Column	Specialist Firm Name
AUD-604 Audit Program: Management's Specialist (Custom)	AUD-100 Engagement-Level Tailoring Questions Workpaper	Does the auditor intend to use a specialist on this engagement? is "Yes" Shows the "Document the expected use of a specialist(s) on our audit." table in KBA-101 Overall Audit Strategy.	
	KBA-101 Overall Audit Strategy	Document the expected use of a specialist(s) on our audit. Then select Management's Specialist from the Type of Specialist Column.	Specialist Firm Name
AUD-800 Audit Program: (Custom)	AUD-100 Engagement-Level Tailoring Questions Workpaper	What financial statement audit areas are applicable to this engagement? "Customize Audit Area" link within the answer selection box.	Custom Audit Area