

# FRIEDMAN LLP<sup>®</sup>

## ACCOUNTANTS AND ADVISORS

The effective date for implementing the new financial reporting standards for not-for-profits is rapidly approaching. These standards apply to organizations with a 2018 calendar year-end and for those with fiscal year-ends in 2019 and thereafter. Is your staff ready?

We have compiled a checklist of items that may affect your organization and its financial statement presentation. Please take a few minutes and identify the areas with which you think you may need assistance.

### General Considerations

Yes	No
-----	----

Have you determined your responsibilities of implementing the changes?

--	--

Is your staff familiar with the new requirements?

--	--

Have you considered training?

--	--

Have you re-cast your last set of financial statements and footnotes under the new requirements?

--	--

#### *Major areas to consider on the basic financial statements:*

Classes of net assets

Net assets without donor restrictions

Net assets with donor restrictions

Functional and natural classification of expenses

Statement of cash flows

Donated long-lived assets

Investment expenses


#### *Disclosures:*

Liquidity

Expense allocation methods

Restrictions


Will you present comparative financial statements?

*If yes, have you:*

Identified reclassifications and restatements that are required?

--	--

Developed footnote information explaining the nature and effects on changes in net assets for the periods presented?

--	--

Have you discussed the changes with your auditors?

--	--

## Specific Considerations

Do you have endowments?

Are any endowments underwater?


Do you have any long-lived assets that have been donated?

--	--

Do you already have a statement/schedule of functional expenses?

--	--

---

## Friedman is here to help!

Contact a member of our Nonprofit Practice for assistance with the new financial reporting standards.



**Amish Mehta**

amehta@friedmanllp.com

212.842.7099



**Denise McKnight**

dmcknight@friedmanllp.com

267.886.1116