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P.O. Box 115008
 Carrollton, TX 75011-5008
 Tel (972) 250-7750 (800) 431-9025 Fax (888) 216-1929
 tax.thomsonreuters.com

LIST OF SUBSTANTIVE CHANGES AND ADDITIONS

PPC's Guide to Construction Contractors

Thirtieth Edition (May 2018)

Highlights of This Edition

The following are some of the important new features of this 2018 Annual Edition of *PPC's Guide to Construction Contractors*:

- **Revenue Recognition Standard Implementation.** This edition of the *Guide* has integrated the new revenue recognition accounting standards in FASB ASC 606, *Revenue from Contracts with Customers*. The new guidance, introduced by ASU 2104-09 and related amending ASUs, is effective for entities other than public companies for years beginning on or after December 15, 2018. Early adoption is permitted, but no earlier than for years and interim periods beginning on or after December 15, 2016. We've included discussion of specific implementation issues, along with updated programs and practice aids with new procedures and practical considerations, to help you navigate the transition. We've also retained the pre-FASB ASC 606 guidance and procedures for your continued use in engagements of construction contractors that have not yet implemented the new revenue recognition standards.
- **Recently Enacted Tax Legislation.** We have updated the *Guide* for the provisions of the new Tax Cuts and Jobs Act (TCJA). This comprehensive tax overhaul dramatically changes the tax landscape for all businesses, including contractors, and is generally effective for tax years beginning in 2018. Among the many significant changes affecting businesses, the TCJA reduces the corporate tax rate to a flat 21%; the cash method of accounting has been expanded to include businesses whose average annual gross receipts do not exceed \$25 million and the restriction on its use by eligible taxpayers who maintain inventories has been removed; provides a temporary 100% first year deduction for the adjusted basis of qualifying business assets; repeals the domestic production activities deduction; modifies net operating loss deductions; repeals the corporate alternative minimum tax; limits employer deductions for fringe benefit expenses; limits the deductibility of business interest expense; and much more.
- **SSARS No. 24.** The compilation and review information in your *Guide* has been updated for changes due to SSARS No. 24, *Omnibus Statement on Standards for Accounting and Review Services—2018*. Other than the revisions to AR-C 90.39, SSARS No. 24 is effective for compilations and reviews of financial statements for periods ending on or after June 15, 2019, with early implementation allowed. The revisions to AR-C 90.39 were effective upon issuance. Your compilation and review practice aids also retain the pre-SSARS No. 24 guidance and procedures for your continued use if you do not implement those new requirements early.
- **Comprehensive, Up-to-date Disclosure Checklists.** The most effective way to ensure you have properly disclosed all of the required information in the financial statements you prepare is to use our comprehensive disclosure checklists. The disclosure checklist for nonpublic entities has been completely updated for the many ASUs issued since the last edition of your *Guide*. The supplemental checklist for construction

contractors and homebuilders has also been updated as needed. Among other standards this edition incorporates, the disclosure requirements for the following significant new accounting standards:

- FASB ASU 2016-01, *Financial Instruments—Overall (Subtopic 825-10): Recognition and Measurement of Financial Assets and Financial Liabilities*.
- FASB ASU 2016-02, *Leases (Topic 842)*.
- FASB ASU 2016-13, *Financial Instruments—Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments*.

Chapter/ Practice Aid	Substantive Changes and Additions	Guide Reference
VOLUME 1		
General	1. Conformed terminology from “sales” to “revenue,” as well as related terms, where deemed appropriate.	Throughout
CHAPTER 2 Construction Contracts	1. Updated information on the American Institute of Architects and their standard contract documents for the construction industry.	Section 202
CHAPTER 3 Accounting for Construction Contracts	1. Noted the issuance of ASU 2017-12, <i>Derivatives and Hedging (Topic 815): Targeted Improvements to Accounting for Hedging Activities</i> , which will affect the financial reporting of hedging relationships.	Paragraphs 307.11 and 307.27 (footnotes)
	2. Noted the issuance of ASU 2018-03, <i>Technical Corrections and Improvements to Financial Instruments—Overall (Subtopic 825-10): Recognition and Measurement of Financial Assets and Financial Liabilities</i> , which addresses six issues related to ASU 2016-01, <i>Financial Instruments—Overall (Subtopic 825-10): Recognition and Measurement of Financial Assets and Financial Liabilities</i> (issued in January 2016).	Paragraph 307.26 (footnote)
	3. Noted the issuance of ASU 2018-02, <i>Income Statement—Reporting Comprehensive Income (Topic 220): Reclassification of Certain Tax Effects from Accumulated Other Comprehensive Income</i> , which was issued to provide a solution to “stranded tax effects” resulting from enactment of the Tax Cuts and Jobs Act (TCJA).	Paragraphs 307.102 (footnote)
	4. Added a new section to incorporate accounting guidance of FASB ASC 606, <i>Revenue from Contracts with Customers</i> .	Section 311
	5. Added new illustrative disclosures required of nonpublic entities after implementation of FASB ASC 606.	Appendix 3B
CHAPTER 4 Taxation of Construction Contractors	1. Added relevant information due to enactment of the TCJA. Retained most of the pre-TCJA tax rules also because they remain in effect until tax years beginning after December 31, 2017.	Various
	2. Updated for recently issued IRS automatic accounting change procedures.	Paragraphs 401.22, 401.26, 402.15, and 410.4
	3. Updated the exhibit on deferred taxes to consider the effect of ASU 2015-17, <i>Income Taxes (Topic 740): Balance Sheet Classification of Deferred Taxes</i> .	Exhibit 4-29

Chapter/ Practice Aid	Substantive Changes and Additions	Guide Reference
CHAPTER 5 Risk Assessment Procedures and Audit Planning	1. Updated for ASU 2014-09 <i>Revenue from Contracts with Customers</i> , which created new Topic 606, of the same name, and Subtopic 340-40, <i>Other Assets and Deferred Costs—Contracts with Customers</i> .	Various
	2. Noted the issuance of a proposed SAS, <i>The Auditor's Responsibilities Relating to Other Information Included in Annual Reports</i> , that would supersede AU-C 720.	Paragraph 501.21 (footnote)
	3. Expanded the list of matters to be discussed during the engagement team discussion.	Paragraph 502.62
	4. Added a footnote discussing the AICPA's ethics exposure draft entitled, <i>Responding to Non-Compliance With Laws and Regulations</i> (NOCLAR).	Paragraph 504.18
	5. Updated the footnote discussing the FASB's exposure draft that would amend FASB Statement of Financial Accounting Concepts No. 8, <i>Conceptual Framework for Financial Reporting—Chapter 3, "Qualitative Characteristics of Useful Financial Information."</i>	Paragraph 506.5
CHAPTER 6 Audit Programs and Procedures, and Concluding the Audit	1. Reorganized the discussion on the use of audit programs.	Section 601
	2. Updated for ASU 2014-09.	Section 602
	3. Added a footnote discussing the AICPA's ethics exposure draft entitled, <i>Responding to Non-Compliance With Laws and Regulations</i> (NOCLAR).	Paragraph 605.38
	4. Added a footnote on the AICPA's exposure drafts of four proposed statements on auditing standards relating to auditor's reports.	Paragraph 607.1
	5. Enhanced the discussion on contractor specific reporting situations that may cause the auditor to modify the standard report.	Paragraph 607.13
CHAPTER 7 Compilation and Review Engagements	1. Streamlined the discussions to emphasize content relevant to compilation and review engagements.	Throughout the chapter
	2. Noted the issuance of SSARS No. 24, <i>Omnibus Statement on Standards for Accounting and Review Services—2018</i> .	Paragraph 701.3 (footnote)
	3. Expanded the list of compilation and review literature to include AR-C 120.	Paragraph 701.3
	4. Reorganized the discussion on pre-engagement and planning activities.	Section 702
	5. Added a discussion on reporting comprehensive income.	Paragraph 706.14
VOLUME 2		
COMPILATION AND REVIEW PRACTICE AIDS (CON-CR)		
CON-CRs Instructions Engagement Acceptance and Continuance Form	1. Updated for SSARS No. 24.	Throughout the CRs CON-CR-0
	2. Expanded the instructions to reiterate the frequency of updates.	
	3. Added a practical consideration discussing a change in independence.	CON-CR-1

Chapter/ Practice Aid	Substantive Changes and Additions	Guide Reference
Illustrative Engagement Letters	4. Added new practical considerations related to addressing the engagement letter to those charged with governance and included revised and expanded illustrative supplementary information language.	CON-CR-3.1
	5. Added new practical considerations related to addressing the engagement letter to those charged with governance, and included revised and expanded illustrative supplementary information language.	CON-CR-3.2
Client Information Form	6. Streamlined and enhanced the form.	CON-CR-4
Compilation and Review Procedures, Review, and Approval Forms	7. Added a practical consideration on ET 1.295.143, <i>Hosting Services</i> .	CON-CR-5.1, CON-CR-5.3
Inquiry and Analytical Procedures Program	8. Added procedures to consider whether cash balances exceed FDIC or similar coverage and whether any new accounting principles have been adopted.	CON-CR-7.1
Reporting Checklists	9. Added a practical consideration addressing procedures that should be performed prior to the adoption of SSARS No. 24 when the accountant determines that the financial statements do not adequately disclose a going-concern situation.	CON-CR-8.2
Illustrative Representation Letter	10. Added a practical consideration with illustrative language if FASB ASC 606 has been adopted early by the client.	CON-CR-9
Routing Instruction for Processing Financial Statements	11. Revised the form to improve efficiency of use.	CON-CR-10
Accountant's Reports	12. Modified in various places to change the illustrative report into more of a drafting form structure.	CON-CR-11.1, CON-CR-11.2, CON-CR-11.3, CON-CR-11.4, CON-CR-11.5
CHECKLISTS AND PRACTICE AIDS (CON-CX)		
Instructions	1. Expanded the instructions to reiterate the frequency of updates.	CON-CX
Engagement Acceptance and Continuance Form	2. Added a practical consideration discussing the AICPA's new ethics interpretation on hosting services.	CON-CX-1.1
Engagement Independence and Nonattest Services Documentation Form	3. Revised the instructions to discuss the various parts included in the form.	CON-CX-1.2
	4. Added a practical consideration discussing the AICPA's new ethics interpretation on hosting services.	CON-CX-1.2
Financial Statement Materiality Worksheet for Planning Purposes	5. Updated the benchmarks and illustrative percentages in Table 2.	CON-CX-2.1
	6. Expanded the practical considerations on selecting a benchmark.	CON-CX-2.1

Chapter/ Practice Aid	Substantive Changes and Additions	Guide Reference
Understanding the Entity and Identifying Risks	7. Added practical considerations discussing the implementation of FASB ASC 606.	CON-CX-3.1
	8. Added practical considerations regarding identifying and assessing risk when implementing new accounting standards.	CON-CX-3.1
	9. Added practical considerations discussing the AICPA Audit and Accounting Guide, <i>Revenue Recognition</i> , and the AICPA Audit Risk Alert, <i>Revenue Recognition: Accounting and Auditing Considerations—2016/17</i> .	CON-CX-3.1
Engagement Team Discussion	10. Added a practical consideration regarding the engagement team discussion and the implementation of FASB ASC 606 and modified another practical consideration regarding the consideration of other significant new accounting standards.	CON-CX-3.2
Fraud Risk Inquiries Form	11. Added a practical consideration discussing the implementation of FASB ASC 606.	CON-CX-3.3
	12. Added a practical consideration regarding identifying and assessing risk when implementing new accounting standards.	CON-CX-3.3
Understanding the Design and Implementation of Internal Control	13. Added practical considerations regarding the risks and other matters related to the implementation of FASB ASC 606.	CON-CX-4.1
	14. Added practical considerations regarding new AICPA Technical Questions & Answers 8200.17–.21.	CON-CX-4.1
Entity-level Control Form for Control Environment	15. Added a new internal control relating to the audit committee meeting with the external auditor.	CON-CX-5.1
Entity-level Control Form for General IT Controls	16. Added new internal controls on IT cybersecurity.	CON-CX-5.5
Control Activity Form for Accounts Receivable and Revenue	17. Made various editorial changes to controls and transactions.	CON-CX-5.8
	18. Added new controls relating to FASB ASC 606.	CON-CX-5.8
Control Activity Form for Inventory	19. Modified control on inventory pricing procedures.	CON-CX-5.9
Risk Assessment Summary Form	20. Added a new note to emphasize that assessing risk at the relevant assertion level is the preferred approach, and discussed considerations when the auditor takes a different approach.	CON-CX-7.1
Ratio Analysis Worksheet	21. Changed terminology in certain common ratios used in analytical procedures.	CON-CX-9.2

Chapter/ Practice Aid	Substantive Changes and Additions	Guide Reference
Checklist for Determining Whether a Nonconstruction Contract is a Derivative	22. Added a practical consideration on ASU 2017-12, <i>Derivatives and Hedging (Topic 815): Targeted Improvements to Accounting for Hedging Activities</i> .	CON-CX-11.4
Construction Contractor's Tax Return Preparation Checklist	23. Revised as needed for enactment of the TCJA.	CON-CX-11.6
Percentage-of-Completion Calculation Workpaper	24. Modified the instructions to explain that the workpaper is not appropriate for use after an entity implements FASB ASC 606 and CON-CX-11.7.1 should be used instead.	CON-CX-11.7
Contract Activity Workpaper under FASB ASC 606	25. Added a new workpaper that can be used to account for contract activity after FASB ASC 606 has been implemented.	CON-CX-11.7.1
Construction Contract Change Order Accounting Worksheet	26. Modified the instructions to explain that the worksheet is appropriate for use under FASB ASC 605.	CON-CX-11.8
Claims under Construction Contracts Accounting Worksheet	27. Modified the instructions to explain that the worksheet is appropriate for use under FASB ASC 605.	CON-CX-11.9
Construction Contract Options and Additions Accounting Worksheet	28. Modified the instructions to explain that the worksheet is appropriate for use under FASB ASC 605.	CON-CX-11.10
Combining Construction Contracts Accounting Worksheet	29. Modified the instructions to explain that the worksheet is appropriate for use under FASB ASC 605.	CON-CX-11.13
Segmenting Construction Contracts Accounting Worksheet	30. Modified the instructions to explain that the worksheet is appropriate for use under FASB ASC 605.	CON-CX-11.14
Audit Difference Evaluation Form	31. Added a practical consideration regarding FASB ASC 606.	CON-CX-12.1
Disclosure Requirements for Financial Statements of Nonpublic Companies	32. Updated the checklist for disclosure requirements of recently issued professional accounting standards.	CON-CX-13.1
Going Concern Checklist	33. Updated due to the effective date of SAS No. 132 (AU-C 570).	CON-CX-16.1
VOLUME 3		
CONFIRMATION AND CORRESPONDENCE LETTERS (CON-CL)		
General	1. Modified language and practical considerations throughout to incorporate electronic communications.	Various
Instructions	2. Expanded the instructions to reiterate the frequency of updates.	CON-CL-0

Chapter/ Practice Aid	Substantive Changes and Additions	Guide Reference
Audit Engagement Letter	3. Updated the language in the letter for audit procedures to state the auditor does not express an opinion on internal control. Also, updated the letter for management's responsibilities for internal controls.	CON-CL-1.1
	4. Added a practical consideration to indicate that the financial statements listed should correspond to those being audited.	CON-CL-1.1
	5. Revised a practical consideration on communication with those charged with governance in connection with group audits.	CON-CL-1.1
	6. Expanded the practical consideration on other clauses auditors might use to limit their exposure to legal liability and other losses to include email security.	CON-CL-1.1
Management Representations	7. Updated a practical consideration discussing disclosures made by management relating to terms of contracts with customers.	CON-CL-3.1, CON-CL-3.2
	8. Added a practical consideration with illustrative language if FASB ASC 606 has been adopted early by the client.	CON-CL-3.1, CON-CL-3.2
	9. Modified wording for significant estimates and material concentrations in the financial statements section.	CON-CL-3.2
	10. Added items in the information provided section.	CON-CL-3.2
Benefit Plan Confirmations and Letters	11. Updated a practical consideration for the issuance of ASU 2017-07, <i>Compensation—Retirement Benefits (Topic 715): Improving the Presentation of Net Periodic Pension Cost and Net Periodic Postretirement Benefit Costs</i> .	CON-CL-11.1, CON-CL-11.2
Illustrative Auditor's Reports	12. Added a note on the AICPA's exposure drafts of four proposed statements on auditing standards relating to auditor's reports.	CON-CL-15.1
AUDIT PROGRAMS—CORE (CON-AP)		
Instructions	1. Expanded the instructions to reiterate the frequency of updates	Various
Audit Program for General Planning Procedures	2. Added a practical consideration discussing the AICPA's <i>Guide to Audit Data Analytics</i> .	CON-AP-1
Other General Planning Procedures	3. Added a practical consideration on the control risk assessment regarding the use of service organizations.	CON-AP-1
	4. Expanded a step on evaluating the date of a service auditor's report.	CON-AP-1, Other General Planning Procedures
Audit Program for General Auditing and Completion Procedures	5. Added practical considerations discussing the AICPA's proposed SAS, <i>Omnibus Statement on Auditing Standards—2018</i> .	CON-AP-2
	6. Added a practical consideration referencing the discussion on the voluntary disclosure of supplementary information that is not required.	CON-AP-2

Chapter/ Practice Aid	Substantive Changes and Additions	Guide Reference
Other General Auditing and Completion Procedures	7. Added a practical consideration on the AICPA's exposure draft of four proposed SASs relating to auditor's reports.	CON-AP-2
	8. Added a practical consideration for audit documentation including a discussion of SQCS No. 8, <i>A Firm's System of Quality Control</i> , and AICPA audit documentation resources.	CON-AP-2
	9. Added a practical consideration on the AICPA's exposure draft of a proposed SAS, <i>The Auditor's Responsibilities Relating to Other Information Included in Annual Reports</i> .	CON-AP-2
	10. Clarified various practical considerations for the issuance of ASU 2016-01.	CON-AP-2
	11. Added a practical consideration on the issuance of ASU 2018-03.	CON-AP-2
	12. Updated a practical consideration discussing a proposed ASU, <i>Fair Value Measurement (Topic 820): Disclosure Framework—Changes to the Disclosure Requirements for Fair Value Measurement</i> .	CON-AP-2
Audit Program for Cash	13. Added a step on whether related party transactions have been approved by those charged with governance.	CON-AP-2
Audit Program for Accounts Receivable	14. Updated and expanded a procedure and practical considerations on confirmation of cash balances.	CON-AP-3
	15. Expanded a practical consideration on ASU 2016-13, <i>Financial Instruments—Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments</i> .	CON-AP-4
	16. Modified a step on confirmation procedures and associated practical considerations.	CON-AP-4
	17. Added practical considerations regarding the procedures to test the adequacy of the allowance for bad debts.	CON-AP-4
	18. Added a step to confirmations at an interim date.	CON-AP-4
	19. Modified a step for related-party receivables.	CON-AP-4
	20. Expanded a practical consideration on ASU 2016-13.	CON-AP-4
	21. Modified a step and practical considerations for bill-and-hold transactions.	CON-AP-4
Audit Program for Inventory	22. Revised a program step on understanding the client's policies for vendor rebates or allowances.	CON-AP-5
	23. Updated a practical consideration discussing ASU 2014-09.	CON-AP-5
Audit Program for Property	24. Modified a practical consideration on ASU 2016-02 and added a practical consideration discussing several proposed and final ASUs that would impact the guidance relating to the ASU.	CON-AP-7
	25. Modified and expanded a practical consideration discussing ASU 2014-09.	CON-AP-7
	26. Added a step and practical considerations for sales of real estate after the adoption of ASU 2014-09.	CON-AP-7

Chapter/ Practice Aid	Substantive Changes and Additions	Guide Reference
Audit Program for Investments and Derivatives	27. Added a practical consideration on the issuance of ASU 2018-03.	CON-AP-8
	28. Modified and added practical considerations on debt and equity securities.	CON-AP-8
	29. Modified step on the inspection and confirmation of securities.	CON-AP-8
	30. Added a practical consideration on ASU 2017-12.	CON-AP-8
	31. Added a practical consideration on a proposed ASU, <i>Consolidation (Topic 810): Targeted Improvements to Related Party Guidance for Variable Interest Entities</i> .	CON-AP-8
Audit Program for Other Assets	32. Updated and added practical considerations addressing impairment of goodwill.	CON-AP-9
	33. Expanded a practical consideration on ASU 2014-09 related to deferred advertising costs.	CON-AP-9
	34. Modified and added steps for goodwill when the accounting alternative in FASB ASC 350-20-35-62 through 35-82 has not been adopted.	CON-AP-9
	35. Expanded a procedure discussing testing of intangible assets other than goodwill.	CON-AP-9
Audit Program for Accounts Payable and Other Liabilities	36. Added a step on updating an understanding on accrued liability accounts.	CON-AP-10
	37. Modified steps and practical considerations on confirmation procedures.	CON-AP-10
	38. Modified a practical consideration on the alternative procedures for nonreplies to confirmations.	CON-AP-10
	39. Added or modified practical considerations on ASU 2014-09.	CON-AP-10
Audit Programs for Notes Payable and Long-term Debt	40. Added a practical consideration discussing ASU 2016-02, <i>Leases</i> , and a related ASU and proposed ASUs that would impact the guidance in ASU 2016-02.	CON-AP-11
	41. Updated and expanded a procedure and practical considerations on confirmation of notes or financing arrangements.	CON-AP-11
Audit Program for Income Taxes	42. Added a practical consideration on the presentation of an unrecognized tax benefit.	CON-AP-12
	43. Added a practical consideration on the TCJA and recent FASB activity.	CON-AP-12
	44. Added and modified steps on the review of the calculation of the deferred tax asset or liability and the related deferred tax provision.	CON-AP-12
Audit Program for Equity	45. Added a new step on reading or updating the understanding of equity instruments.	CON-AP-13
	46. Added steps on determining if transactions have been authorized and performing other procedures as considered necessary.	CON-AP-13

Chapter/ Practice Aid	Substantive Changes and Additions	Guide Reference
	47. Modified a step on the review of the retained earnings account.	CON-AP-13
	48. Modified a practical consideration on accumulated other comprehensive income.	CON-AP-13
	49. Added a practical consideration on the confirmation of equity transactions.	CON-AP-13
	50. Modified certain steps for share-based compensation plans.	CON-AP-13
Audit Program for Contract Billings and Cost-related Accounts	51. Added a step on updating the understanding of the entity's revenue recognition policies and determining if GAAP has been followed.	CON-AP-14
	52. Added a step and practical consideration on the entity's plans and actions regarding the implementation of FASB ASC 606.	CON-AP-14
	53. Modified a step on confirmation procedures and associated practical considerations.	CON-AP-14
	54. Added a practical consideration on the use of data extraction software for procedures related to payroll.	CON-AP-14
	55. Added a section on revenue-related audit procedures for contract billings and cost-related accounts after the adoption of FASB ASC 606 that contains basic, extended, and other audit procedure steps.	CON-AP-14
Audit Program for Income Statement Accounts and Other Than Contract Billings and Cost	56. Updated and added a practical consideration relating to ASU 2014-09.	CON-AP-16
	57. Added practical considerations to explain that various other income statement accounts are also modified by FASB ASC 606.	CON-AP-16
	58. Added a section on revenue-related audit procedures for income statement accounts other than contract billings and cost-related accounts after the adoption of FASB ASC 606 that contains basic, extended, and other audit procedure steps.	CON-AP-16
INITIAL AUDIT PROGRAMS (CON-IA)		
Instructions	1. Expanded the instructions to reiterate the frequency of updates.	CON-IA-0
Additional Audit Procedures for Accounts Receivable Beginning Balance in Initial Audit	2. Added a practical consideration on ASU 2014-09.	CON-IA-4
Additional Audit Procedures for Property Beginning Balance in Initial Audit	3. Added a step on authorization by reference to minutes, budgets, or other approval by responsible personnel.	CON-IA-7

Chapter/ Practice Aid	Substantive Changes and Additions	Guide Reference
Additional Audit Procedures for Other Assets Beginning Balance in Initial Audit	4. Modified steps for impairment considerations.	CON-IA-9
Additional Audit Procedures for Accounts Payable and Other Liabilities Beginning Balance in Initial Audit	5. Modified several steps to make reference to other liabilities.	CON-IA-10
Additional Audit Procedures for Equity Beginning Balance in Initial Audit	6. Modified a step on the inspection of certain documents to gain an understanding of the entity's capital structure.	CON-IA-13
INTERIM REVIEW PRACTICE AIDS (CON-IR)		
Audit Engagement Letter (Including Interim Reviews)	1. Expanded the instructions to reiterate the frequency of updates.	CON-IR-1
	2. Revised the audit procedures and management responsibilities section of the letter.	CON-IR-1
	3. Revised a practical consideration on communicating with those charged with governance in connection with a group audit.	CON-IR-1
Interim Review Program	4. Added practical considerations that address when a significant new accounting standard is adopted.	CON-IR-2
	5. Added a practical consideration addressing FASB ASC 606 and prior period likely misstatements.	CON-IR-2
Interim Review Inquiries Checklist	6. Added practical considerations that address when a significant new accounting standard is adopted.	CON-IR-3
	7. Modified an inquiry on revenue being recorded in the proper period.	CON-IR-3
	8. Modified an inquiry on sales returns and credit memoranda.	CON-IR-3
	9. Added a practical consideration on FASB ASC 606.	CON-IR-3
	10. Modified various inquiries on revenues.	CON-IR-3
Misstatement Evaluation Form—Interim Review	11. Added a new note on the implementation of FASB ASC 606.	CON-IR-4
	12. Updated a practical consideration addressing additional representations for FASB ASC 606 and terms of contracts with customers.	CON-IR-6

