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LIST OF SUBSTANTIVE CHANGES AND ADDITIONS

PPC's Guide to Nonprofit Contributions

Twenty-third Edition (July 2018)

Highlights of this Edition

The following are some of the important new features of the 2018 Edition of *PPC's Guide to Nonprofit Contributions*:

- **ASU 2016-14 on the Financial Reporting Model for Contributions for Nonprofit Organizations.** ASU 2016-14, *Not-for-Profit Entities (Topic 958): Presentation of Financial Assets of Not-for-Profit Entities*, was issued to improve the financial reporting model for nonprofit organizations. The guidance reduces the required classes of net assets from three to two and changes presentation and disclosure requirements by simplifying some requirements and enhancing others. Your *Guide* provides detailed coverage of the provisions of this new standard so that you can see how the implementation will affect nonprofit organizations. ASU 2016-14 is effective for annual periods beginning after December 15, 2017.
- **ASU 2018-08 on Contributions Received.** ASU 2018-08, *Not-for-Profit Entities (Topic 958): Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made*, provides guidance to assist entities in evaluating whether transactions should be accounted for as contributions that are nonreciprocal transactions or as exchange transactions that are reciprocal and subject to guidance outside of Topic 958 and determining whether a contribution is conditional. Your *Guide* provides guidance to help transition to the new standard.
- **Tax Considerations.** The IRS imposes many filing and reporting requirements on nonprofit organizations in exchange for the privilege of tax-exempt status. Your *Guide* discusses the broad general requirements applicable to all nonprofit organizations and selected topics specifically related to contributions. This tax-related information has been updated to reflect the most current requirements, including current amounts for certain thresholds that are indexed annually for inflation.
- **Updated Examples.** Because examples are often the best way to understand a difficult concept, we have updated examples throughout the *Guide* to help you address almost every situation you may encounter related to contributions. This edition of your *Guide* contains over 325 real-life scenarios and examples.

In addition to these featured items, your *Guide* includes the following update items detailed below.

<u>Chapter</u>	<u>Substantive Changes and Additions</u>	<u>Reference</u>
CHAPTER 1 Recognizing and Reporting Contributions of Nonprofit Organizations	1. Updated terminology and guidance for ASU 2016-14, <i>Not-for-Profit Entities (Topic 958): Presentation of Financial Assets of Not-for-Profit Entities</i> .	Throughout

	2. Added or updated discussions for ASU 2018-08, <i>Clarifying the Scope of and the Accounting Guidance for Contributions Received and Contributions Made</i> .	Paragraphs 101.7 101.21, 101.30, 101.45–.52, 102.4–.5, 102.8, 102.23, 102.26– .27, 102.29–.31, 102.43, 103.4, 103.19, and 105.95
	3. Updated inflation-adjusted tax amounts.	Paragraph 101.26 and Appendix 1B
	4. Expanded or revised discussion for ASU 2014-09, <i>Revenue from Contracts with Customers</i> .	Paragraphs 103.10, 103.16– .17, 103.23, 103.30, and 103.44
	5. Updated an example on market-based measures compared with entity-specific measures when determining fair value.	Paragraph 105.13
CHAPTER 2	1. Updated terminology and guidance for ASU 2016-14.	Throughout
Special Contribution	2. Expanded the discussion on distinguishing unconditional promises to give from intentions to give.	Paragraph 201.4
Accounting	3. Expanded the discussion on intentions to give that are partially paid by a donor.	Paragraph 201.11
Considerations	4. Updated discussion for issuance of ASU 2018-08.	Paragraphs 201.20–.21, 201.24–.26, 201.29, 201.31, 201.35, and 201.38 and Appendix 2A
	5. Expanded the questions to ask before accepting a gift-in-kind.	Paragraphs 202.8 and 202.16
	6. Expanded the discussion on when an organization pays a price or fee in connection with items that might be gifts-in-kind and updated examples.	Paragraphs 202.23–.24
	7. Expanded the discussion on determining fair value for gifts-in-kind.	Paragraphs 202.29 and 202.33
	8. Added a footnote on proposed ASU, <i>Updating the Definition of Collections</i> .	Paragraph 202.85
	9. Updated a footnote on and discussion on the fair value of beneficial interests in a trust.	Paragraph 202.114
CHAPTER 3	1. Updated for terminology and guidance ASU 2016-14.	Throughout
Special Contribution	2. Added syndication from a promoter to the types of conservation easement transaction that can be of concern.	Paragraphs 302.75 and 302.81
Operating	3. Expanded the discussion on donor-advised funds.	Paragraph 302.92
Considerations		

CHAPTER 4
Split-Interest
Agreements

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| 4. Expanded the discussion of disadvantages of having a nonprofit organization accept contributions over the Internet. | Paragraph 303.27 |
| 5. Added an example of fraud. | Paragraph 307.1 |
| 6. Updated the discussion on fraud for the issuance of the <i>2018 Report to the Nations on Occupational Fraud and Abuse</i> . | Paragraphs 307.12 and 307.14 |
| 7. Updated inflation-adjusted tax amounts. | Paragraphs 308.32–.34 |
| 8. Updated the list of selected Internet sites for nonprofit organizations. | Appendix 3A |
| 1. Updated terminology and guidance for ASU 2016-14. | Throughout |

