

Agenda Item 3



Reference to the Work of Other Accountants in an Accountant's Review Report and International Reporting Issues

Objective of Agenda Item

To vote to ballot to expose the proposed *SSARS Amendment to Statement on Standards for Accounting and Review Services No. 21, Section 90*, Review of Financial Statements for public comment.

Background

At its meeting in May 2016, the ARSC considered a draft of a proposed standard that would:

- Provide requirements and guidance when financial statements are prepared in accordance with a financial reporting framework generally accepted in another country
- Provide requirements when a review is performed in accordance with both SSARSs and another set of review standards
- Preclude the accountant from referencing, in the accountant's review report, the review or audit report of other accountants if such accountant's report is restricted as to use
- Provide guidance when the accountant decides to make reference to the review or audit of other accountants of financial statements of a significant component and the other accountant's review or audit is performed in accordance with standards other than SSARSs or accounting principles generally accepted in the United States of America (GAAS)
- Provide review reporting requirements and guidance when the accountant decides to make reference to the review or audit of other accountants who review or audit the financial statements of a significant component which are prepared using a different financial reporting framework from that used for the financial statements of the reporting entity

Reference to the Work of Other Accountants in an Accountant's Review Report and
International Reporting Issues
Discussion Memorandum
ARSC Meeting, August 9-11, 2016

The ARSC proposed certain revisions to the proposed standard and directed that a revised draft standard and proposed explanatory wrap material be presented to the ARSC

Overall Action Item

Action Requested of ARSC

ARSC is asked to consider the proposed standard and vote to expose for public comment.

Agenda Items Presented:

Agenda item 3A Draft proposed SSARS *Amendment to Statement on Standards for Accounting and Review Services No. 21, Section 90, Review of Financial Statements*