

Health Care Entities Expert Panel Highlights of the October 7, 2020 Meeting



The Health Care Entities Expert Panel serves the needs of AICPA members on financial and business reporting and audit and attest matters. The expert panel protects the public interest by bringing together knowledgeable parties in the health care industry to deliberate and come to agreement on key issues.

(Refer to past meeting highlights on the [Health Care Expert Panel](#) page of the [AICPA website](#) for background information.)

I. Panel Projects

- [AICPA Healthcare \(Virtual\) Conference](#). The Panel was informed that, due to the effect COVID-19 has had on AICPA conference schedules for 2020, this year's annual conference will not be held in person as in prior years. Instead, the AICPA has approved a plan for the Health Care Conference Planning Committee and others to develop a [Health Care Industry Series](#) of webcasts that will be held virtually during the week of November 30 beginning at 1pm ET each day. The series consists of eight live sessions geared to provide CPAs, CFOs, controllers, accountants, and auditors who work in the health care industry the latest information and guidance from leading experts. Included in this series:
 - Health Care Industry: Impact of COVID-19
 - Health Care Industry: Legislative Update
 - Health Care Accounting (Part 1): FASB and GASB Updates
 - Health Care Accounting (Part 2): CARES Act and General Updates
 - Health Care Auditing: CARES Act Update
 - Health Care Entities: Federal Audit Requirements
 - Health Care: Compliance and Hot Topics Update
 - Health Care: CFO Panel

- COVID-19 Subgroup. The Panel continued its discussion about some additional topics that Panel members have been encountering as a result of COVID-19, including
 - Single audit or program specific audit considerations, including the anticipated release of the 2020 *Compliance Supplement*
 - Lost revenues meaning and measurement- disparity in interpretation in practice (that is, gross revenues vs. net margin, is measurement period cumulative or month to month, lost investment revenues/donations) given limited information provided in the U.S. Department of Health and Human Services (HHS) Q&A and [September 19 Notice](#)

The Panel is working with the [AICPA State and Local Governments Expert Panel](#) to gain further clarification on Single Audit and/or program specific audit requirements. Additionally, the Panel is working in conjunction with the Healthcare Financial Management Principles and Practices Board seeking additional clarification from HHS related to the measurement of lost revenues, specific types of allowable COVID-19 related expenses and other matters. As more information becomes available, the Panel might consider the need to provide guidance about one or more of these topics through an article, webcast, or additional TQAs.

- TQA Section 6400 Subgroup. The Panel was updated about the subgroup's progress on annual proposed conforming changes to relevant nonauthoritative TQAs in Q&A section 6400, *Health Care Entities*, in *AICPA Technical Questions and Answers*, to reflect recently effective authoritative literature. The proposed changes have undergone final review with the [AICPA Financial Reporting Executive Committee](#) (FinREC) and are expected to be codified in the publication by the end of December.

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