The Not-for-Profit 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 not-for-profit industry to deliberate and come to agreement on key issues.

The following are brief highlights of the meeting:

I. **FASB Projects and Standards** – The following FASB projects are being monitored or considered by members of the NFP Expert Panel:
   a. **Revenue Recognition** – The NFP Expert Panel and FASB staff revisited the discussion of ASU 2018-08 on recognition of grants and contracts revenue by NFPs. Some implementation areas were considered. One area is when a budget could be considered to limit discretion on spending to the point of becoming a barrier to entitlement. Another area discussed is whether further clarification is needed when, in the context of certain government grants, the term matching refers to a cost-sharing arrangement, as opposed to the FASB ASC term which establishes a barrier to entitlement.
   b. **Collections** – The EP is considering proposing a nonauthoritative technical question and answer to provide some information on the definition of direct care.

II. **ASB Projects and Standards** – The following ASB projects are being monitored or considered by members of the NFP Expert Panel:
   a. **AU-C 720 Other Information in an annual report that contains audited financial statements.** The EP received an update on the status of the project from AICPA staff and were generally supportive of the current direction of the project.

III. **Industry Needs** – Continued the discussion of activities underway or to be undertaken by the EP in identifying NFP industry needs. Opportunities discussed include:
   a. Delving into how NFP are approaching technology and cybersecurity, including cryptocurrency.
   b. Discussing the application of joint costs guidance. It was determined that current guidance is reasonably clear and no change would be recommended.
   c. Each member brought an issue of interest or that are troublesome to NFPs and their auditors or their constituents for discussion. The goal is to educate, provide input and gain understanding. Articles and webcasts can be developed as deemed necessary to provide education to the industry.

IV. **Updates on current projects** – Updates were provided on one project that are currently in process or have been recently completed:
   a. The EP is considering the extent to which guidance can be included in the AICPA NFP Guide relating to the Restricted cash ASU.

V. **Near-term Projects** – Projects that the NFP Expert Panel wanted to consider in the near-term is:
   a. Providing implementation examples for NFPs under the new leases standard.
   b. Continuing to assess how technology will impact NFPs and the audit.