

Record ID: 636522344793683560

Question Text	Response	Status
* Please select the type of entity or individual responding to this feedback form.	Accounting Firm/Auditor	Completed
Other, please specify (Specified)		
* Please provide contact information for any follow-up questions.	(Filled in as Follows:)	Completed
Organization *	Robinson Hughes & Christopher	
First name *	Larry	
Middle initial	T	
Last name *	Clark	
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1. Do you agree with the amendments in this proposed Update that would require a reclassification from accumulated other comprehensive income to retained earnings for stranded tax effects resulting from the newly enacted federal corporate income tax rate? If not, why?	Yes	Completed
2. Are the transition requirements appropriate? If not, what transition approach is more	Yes	Completed

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<p>appropriate and why?</p>		
<p>3. Do you agree that early adoption should be permitted?</p>	<p>Yes</p>	<p>Completed</p>
<p>4. Do you agree with the proposed effective date? If not, what effective date is more appropriate and why?</p>	<p>Yes as long as early adoption is permitted</p>	<p>Completed</p>
<p>5. GAAP generally prohibits backwards tracing, which is the process of recognizing the effects of changes in deferred tax amounts in the current year in the same line item in which the deferred tax amounts were originally recognized (for example, other comprehensive income) in prior years. The Board did not allow backwards tracing as part of this project and is currently researching the merits of a broader project on backwards tracing. Should the Board</p>	<p>Backwards tracing seems like a logical approach to the current topic. As the tax effect went through other comprehensive income initially, it seems only reasonable that an adjustment to the tax rate should go likewise go through OCI. Recording the adjustment through continuing operations results in the reversal of a tax effect that never impacted the statement of operations.</p>	<p>Completed</p>

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<p>add a broader project on backwards tracing to its active agenda? If so, why? Additionally, should the following alternatives to backwards tracing be considered in that broader project? If so, why?</p> <p>Accounting for the release of the stranded tax effects from accumulated other comprehensive income</p> <p>Reclassification from accumulated other comprehensive income to retained earnings for stranded tax effects associated with prior changes in other tax rates (for example, state and local taxes)</p> <p>Reclassification from accumulated other comprehensive income to retained earnings for stranded tax effects associated with all future changes in tax rates.</p>		
<p>Please provide any additional comments on the Proposed Update:</p>		<p>Completed</p>
<p>Please provide any comments on the electronic feedback process:</p>		<p>Completed</p>
<p>Below is a summary of your responses</p>	<p>Not Answered</p>	<p>Not Answered</p>

to the questions in this feedback form:		
Thank you for your participation. If you are finished providing comments, click the 'Submit' button.	Not Answered	Not Answered