

Making Reporting Easier For Private Companies

Private companies are crucial to our economy. Given their investment in job creation and economic development, it is important to support and bolster today's private companies. The accounting industry has long said that a private company's financial information needs are different from those of larger public entities. With that in mind, a recommendation was made to promote changes to the U.S. Gener-

ally Accepted Accounting Principles (GAAP) to recognize these differences in reporting. For those companies reporting under GAAP, the Financial Accounting Foundation (which oversees the Federal Accounting Standards Board [FASB]) created a Private Company Council to determine if modifications to GAAP are needed for private businesses. For those for-profit entities that do not use GAAP, the American Institute of Certified Public Accountants (AICPA) is working on a self-contained financial reporting framework. Both of these initiatives are meant to help businesses by

improving private company financial reporting.

Private companies are actively watching to see how these changes will affect them. Will it save money? Will banks approve the new financial statements? Our firm is constantly monitoring the latest developments and advising customers on the best course of action. If your company would like to discuss private company financial reporting, please call our accounting and reporting team at (615) 320-5500. Crosslin & Associates is a long-time advocate and proud supporter of private business!



John H. Crosslin, CPA
Principal



Phone: (615) 320-5500

Email: info@crosslinpc.com

Web: www.crosslinpc.com