

Latest Updates in FASB

The Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2021-10, *Government Assistance (Topic 832): Disclosures by Business Entities about Government Assistance*.

The requirements under ASU 2021-10 apply to all entities, except for not-for-profit entities and employee benefit plans.

This ASU requires the following disclosures about government assistance transactions in the notes to the annual financial statements:

- Information about the nature of the transactions, i.e. a general description of funds received and form in which they were received
- Accounting policies used to account for the transactions
- Line items within the financial statements that were affected by the transactions in the current reporting period

The guidance in this ASU is effective for financial statements for annual periods beginning after December 15, 2021, with early application permitted

Form 1099-K, and Its Upcoming Changes

For the upcoming tax year 2022 and going forward, there is going to be a much lower threshold to be used for any Form 1099-K. These changes were implemented as part of the American Rescue Plan Act (ARPA).

When is a Form 1099-K used? This Form would be used to report certain payment transactions such as:

- From payment card transactions (e.g., debit, credit, or stored-value cards), and/or
- In settlement of third-party payment network transactions above the minimum reporting thresholds

Prior to these new changes, Form 1099-K was not required unless the payee had:

- an aggregate of **\$20,000** in gross payments AND
- **200** applicable transactions in any one calendar year.

Under the new requirements, the threshold is lowered to:

- an aggregate of **\$600** in gross payments AND
- **no minimum** number of transactions

Stock Market Having an Effect on Your Investments?

Ever since COVID-19, and continuing into the recent months, the stock market has been very volatile. This ongoing unpredictability of the market makes investing in funds very difficult.

In a recent article published by CNBC, several tips were provided as to things investors should keep in mind:

Expect and accept volatility

Investors are reminded to stay calm, even with significant fluctuations

Look at the volatility as opportunity

Investors are reminded of the potential for significant growth if you can buy while stocks are at a low

Have additional savings

As the saying, goes, "don't put all your eggs in one basket", investors are reminded to set aside other funds in the event that the market falls significantly.

To read the entire article follow this link –

<https://www.cnbc.com/2022/05/05/s-tocks-are-tumbling-heres-what-to-keep-in-mind-.html>