

Exposure Draft- Questions for Respondents  
Establishing Opening Balances for General Property, Plant, and Equipment:  
Amending Statement of Federal Financial Accounting Standards (SFFAS) 6, SFFAS 10, SFFAS 23, and Rescinding SFFAS 35  
Due February 4, 2016

Question No.	Item No.	Question	Response	Comment
Q1	A	Do you agree or disagree with the proposal to permit opening balances of general PP&E to be valued based on deemed cost? Please provide your rationale.	Agree	All documentation cannot be found based on Agency's historical documentation retention policy, which makes it difficult to provide supporting documentation for balances.
Q1	B	Do you agree or disagree that the related disclosures are appropriate? Please provide your rationale.	Agree	No comment.
		Do you agree or disagree with the proposal to allow exclusion of land from the opening balances of general PP&E even though other component reporting entities will report the cost of certain land in general PP&E?		
Q2	A	If you disagree, do you prefer (1) to value land holdings based on existing standards requiring historical cost of land acquired in connection with other general PP&E to be capitalized, a set amount per acre of land, deemed cost, or another valuation method, (2) to defer any changes in the current requirements until the Board completes a reexamination of the appropriate basis of accounting for land, or (3) to adopt another option? Please provide your rationale.	N/A	No comment.
Q2	B	Do you agree or disagree that the related disclosures are appropriate? Please provide your rationale.	N/A	No comment.
Q2	C	Do you agree or disagree that a reporting entity electing to exclude land from its general PP&E opening balances should continue to exclude future land acquisition amounts? Please provide your rationale.	N/A	No comment.

Q2	D	The Board anticipates a project on land to review existing standards and to consider a consistent approach for all component reporting entities. Please provide any suggestions you have for improving current reporting on land.	N/A	No comment.
Q3	A	Do you agree or disagree with the proposal to allow a reporting entity to choose among alternatives in establishing an opening balance for internal use software? Please provide your rationale.	Agree	Please provide clarification on Paragraph 36 d.i.(a)- if this option is chosen, then only newly started development projects would be captured moving forward, not projects that were already in development prior to electing the application, correct?
Q3	B	Do you agree or disagree that the related disclosures are appropriate? Please provide your rationale.	Agree	No comment.
Q4	A	Do you agree or disagree with the proposal to rescind SFFAS 35? Please provide your rationale.	Agree	No comment.
Q4	B	Do you agree or disagree that reasonable estimates are permitted in the preparation of financial statements, with or without the existence of SFFAS 35? Please provide your rationale.	Agree	No comment.
Misc. Comments		Please provide any additional comments here.	N/A	N/A