

Federal Accounting Standards Advisory Board

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NEWS RELEASE

FASAB Issues SFFAS 64, *Management's Discussion and Analysis: Rescinding and Replacing SFFAS 15*, and SFFAC 10, *Omnibus Concepts Amendments 2024: Amending SFFAC 2 With Note Disclosures and MD&A Concepts and Rescinding SFFAC 3*

The chair of the Federal Accounting Standards Advisory Board (FASAB or “the Board”), George A. Scott, announced today that the Board issued Statement of Federal Financial Accounting Standards (SFFAS) 64, *Management's Discussion and Analysis: Rescinding and Replacing SFFAS 15*, and Statement of Federal Financial Accounting Concepts (SFFAC) 10, *Omnibus Concepts Amendments 2024: Amending SFFAC 2 With Note Disclosures and MD&A Concepts and Rescinding SFFAC 3*.

SFFAS 64 updates the guidance for management's discussion and analysis (MD&A), providing a principle-based approach that merges and updates relevant content from SFFAC 3, *Management's Discussion and Analysis*, and SFFAS 15, *Management's Discussions and Analysis*.

According to Chairman Scott, “SFFAS 64 provides more flexibility for reporting MD&A and reduces preparer burden and redundancy by providing a comprehensive set of standards that guides management in how to present an MD&A that is balanced, integrated, concise, and understandable.”

SFFAC 10 identifies a set of principles for the Board to use to reduce repetition and improve relevance, clarity, comparability, and consistency of note disclosures. SFFAC 10 also merges guidance for the Board on developing MD&A standards by rescinding SFFAC 3 and amending paragraph 69 of SFFAC 2, *Entity and Display*.

“SFFAC 10 expands upon concepts in SFFAC 2 to include the types of information that may be presented in note disclosures and the role of note disclosures as an integral part of the basic financial statements. SFFAC 10 also consolidates the Board's concepts for MD&A to provide a conceptual overview of information that may be included in MD&A,” said Chairman Scott.

SFFAS 64 and SFFAC 10 are available at <https://fasab.gov/accounting-standards/>.

ABOUT FASAB

FASAB serves the public interest by improving federal financial reporting through issuing federal financial accounting standards and providing guidance after considering the needs of external and internal users of federal financial information.

Financial reports, which include financial statements prepared in conformity with generally accepted accounting principles, are essential for public accountability and for an efficient and effective functioning of our democratic system of government. Thus, the Board plays a major role in fulfilling the government's responsibility to be publicly accountable. Federal financial reports should be useful in assessing (1) the government's accountability and its efficiency and effectiveness and (2) the economic, political, and social consequences, whether positive or negative, of the allocation and various uses of federal resources.

FASAB issues federal accounting standards after following a due process consistent with the memorandum of understanding under which it operates. Due process includes consideration of the financial and budgetary information needs of citizens, congressional oversight groups, executive agencies, and the needs of other users of federal financial information.

For more information on FASAB, please visit <https://www.fasab.gov>.