

FASB Staff Issues Proposed GAAP Taxonomy Improvements for Proposed Updates on Internal-Use Software and Accounting Acquirer in Acquisition of VIE

The Financial Accounting Standards Board ([FASB](#)) staff recently issued for comment proposed GAAP Taxonomy Improvements for the following proposed Accounting Standards Updates:

- *Intangibles—Goodwill and Other—Internal-Use Software (Subtopic 350-40): Targeted Improvements to the Accounting for Internal-Use Software ([Release Notes](#))*
- *Business Combinations (Topic 805) and Consolidation (Topic 810): Determining the Accounting Acquirer in the Acquisition of a Variable Interest Entity ([Release Notes](#)).*

The proposed Update on the accounting for software was issued to update the accounting guidance to better align with how software is developed.

The comment period on the proposed GAAP Taxonomy Improvements for the proposed Update on internal-use software ends on January 27, 2025.

The proposed Update on determining the accounting acquirer in the acquisition of a Variable Interest Entity (VIE) was issued to improve comparability between transactions that involve VIEs and those not involving VIEs. It would require that an entity consider the same factors that are currently required for determining which entity is the accounting acquirer in other acquisition transactions.

The comment period on the proposed GAAP Taxonomy Improvements for the proposed Update on determining the accounting acquirer in the acquisition of a variable interest entity ends on December 16, 2024.

Interested parties may provide comments on both proposed GAAP Taxonomy Improvements by sending their comments to xbrled@fasb.org. Please include the File Reference Number indicated on the cover of the respective Release Notes.