

GAAP Compliance Comparison

What you do

1. Describe by portfolio segment the accounting policies and methodology used to estimate the allowance for credit losses
2. Describe by portfolio segment management's policy for charging off uncollectible financing receivables
3. Describe management's policy for determining past due and delinquent status
4. Disclose management's policy for determining which loans the creditor individually assesses for impairment and for recognizing interest income on impaired financing receivables, including how cash receipts are recorded
5. Disclose management's policy for placing financing receivables on nonaccrual status, recording payments received and for resuming accrual of interest

What we do for you

1. Provide an accrual for loss contingencies that meet both of the following conditions in accordance with SFAS 5 (these conditions may be considered in relation to individual receivables or in relation to groups of similar types of receivables):
 - Information available prior to issuance of the financial statements indicates that it is probable that an asset has been impaired at the date of the financial statements
 - The amount of the loss can be reasonably estimated
2. Address the accounting for impairment of certain loans to be measured based on:
 - The present value of expected future cash flows discounted at the loan's effective interest rate or,
 - The loan's observable market price or,
 - The fair value of the collateral if the loan is collateral dependent
3. Disclose the activity in the total allowance for credit losses by portfolio segment including:
 - The balance in the allowance at the beginning and end of each period
 - Additions charged to operations
 - Direct write-downs charged against the allowance
 - Changes in methods and estimates, if any
 - Recoveries of amounts previously charged off
 - An aggregate presentation of the activity in the total allowance presented for individually evaluated impaired financing receivables as determined by SFAS 114
 - An aggregate presentation of the activity in the total allowance presented for collectively evaluated impaired financing receivables as determined by SFAS 5
4. Disclose quantitative and qualitative information about the credit quality of financing receivables at the end of the reporting period
5. Disclose an analysis of the age of the carrying amount of financing receivables at the end of the reporting period
6. Disclose the carrying amount of financing receivables past due 90 days or more, but not impaired, for which interest is still accruing in the financial statements
7. Disclose the carrying amount of financing receivables that are now considered current but have been modified in the current year subsequent to being past due
8. Disclose the total carrying amount of the impaired financing receivables for which there is a related allowance for credit loss and for those with no related allowance
9. Disclose the total unpaid principal balance of the impaired financing receivables for which there is a related allowance for credit loss and for those with no related allowance
10. Disclose the average carrying amount of the impaired financing receivables during each period for which results of operations are presented and the related amount of interest income recognized during the time within the period the financing receivables were impaired
11. Disclose the carrying amount of financing receivables on nonaccrual status as of each balance sheet date