

From: [Joseph Bunker](#)
To: [President's Desk](#); bunkercpa@aol.com
Subject: Private Company Financial Reporting
Date: Wednesday, June 08, 2011 12:41:07 PM

Board of Trustees
Financial Accounting Foundation
401 Merritt 7, P.O. Box 5116
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presidentsdesk@f-a-f.org

Dear Financial Accounting Foundation:

I urge FAF to adopt the recommendations made by the Blue Ribbon Panel on Private Company Financial Reporting regarding differential standards and a separate standard-setting entity for private companies. Such historic change is necessary to effectively bring about sensible financial statements for private companies and the users of their financial statements (such as bankers/lenders, insurers, venture capitalists and others). Similar action needs to be taken for Not-for-Profit organizations

I believe a systemic problem exists. The current standard setting process does not take into account the needs of the private company sector or the Not-for-Profit sector.

In addition, substantive differences in current and future standards for private companies, where appropriate, are necessary. In addition, private companies are incurring significant unnecessary costs for GAAP financial statement preparation and audit, review or compilation services.

Further, a new, separate body with standard-setting authority must be established directly under FAF and not subject to FASB approval. Without such a body, the differences needed in the standards are unlikely to occur, just like with past committees and efforts

Differential standards and an autonomous standard-setting body to implement them for private companies are needed now.

Thank you.

Sincerely,

Joseph Bunker
CPA practitioner
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