

**From:** Frizzell, David <dfrizzell@Burkcpa.com>

**To:** President's Desk

**Date:** 7/7/2011 3:21:50 PM

**Subject:** Private Company Financial Reporting standard-setting board needed as soon as possible.

I urge the Financial Accounting Foundation to establish without delay a Private Company Financial Reporting board with standard-setting authority as soon as possible.

Implementing the Blue Ribbon Panel on Private Company Financial Reporting's recommendations with a separate standards setting board will produce more appropriate, relevant financial statements for private companies.

The increasing lack of relevance of accounting standards for private companies and their financial statement users is driven fundamentally different needs:

\* Private company reporting needs are based on

\* different organizational structures used by private companies for tax efficiency and  
\* the viewpoint of lender (bank) financing, whereas,

\* FASB standards primarily reflect the needs of SEC regulated public capital markets.

Private companies unnecessarily incur significant, unnecessary costs for GAAP financial statement preparation and audit, review or compilation services that do not make sense in the private company world.

Without an autonomous standard-setting body the failure to address the needs Private Company Financial Reporting which have spanned the last 30 years are certain to continue.

The text above is being sent in a signed letter I am mailing today.

Respectfully submitted,

David E. Frizzell

David E. Frizzell, CPA

Dent K. Burk Associates, P.C.

120 W. Springbrook Drive

P. O. Box 3098

Johnson City, TN 37602-3098

voice: 423-282-0478, ext. 304

fax: 423-282-9158

e-mail: dfrizzell@burkcpa.com

IRS Circular 230 Disclaimer

Pursuant to U.S. Treasury Regulations, we must advise you that this communication (including any attachments unless expressly stated otherwise) are not intended or written to be used, and cannot be used, by a recipient for avoiding penalties that may be imposed on the recipient under U.S. federal tax laws.

THIS MESSAGE IS INTENDED ONLY FOR THE USE OF THE INDIVIDUAL OR ENTITY TO WHICH IT IS ADDRESSED AND MAY CONTAIN INFORMATION THAT IS PRIVILEGED, CONFIDENTIAL AND EXEMPT FROM DISCLOSURE UNDER APPLICABLE LAW.

If the reader of this message is not the intended recipient or the employee or agent responsible for delivering the message to the intended recipient, you are hereby notified that any dissemination, distribution, or copying of the communication is strictly prohibited. If you have received this communication in error, please notify us immediately by replying or by telephone (collect) 1-423-282-0478, and delete this communication from your computer.

Dent K. Burk Associates, P.C.