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To: [President's Desk](#)
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Subject: Private Company Financial Reporting

Board of Trustees
Financial Accounting Foundation
401 Merritt 7, P.O. Box 5116
Norwalk, CT 06856-5116
presidentsdesk@f-a-f.org

Dear Financial Accounting Foundation:

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 creditability for private companies and the users of their financial statements (such as bankers/lenders, insurers, venture capitalists and others).

I believe a systemic problem exists in that the the financial community no longer relies on financial statements but chooses to rely on other forms of financial information, including but not limited to, tax returns.

I believe a new, separate body with standard-setting authority must be established directly under FAF and not subject to FASB approval. This will allow the effective and direct accountability for appropriate standards to be enacted.

To summarize a different standards and an autonomous standard-setting body to implement them for private companies are needed now.

Your inaction on private company financial reporting is making the financial reporting segment of small CPA firms less relevant.

Thank you.

Sincerely,

Jeffrey McKee
CPA practitioner
McKee & Gunderson