



## Center for Board Effectiveness

# Audit Committee *Brief*

The *Audit Committee Brief* focuses on the timely coverage of issues and insights important to audit committees. Questions, comments, or suggestions should be directed to [centerforboardeffectiveness@deloitte.com](mailto:centerforboardeffectiveness@deloitte.com).

### **SEC's cyber disclosure rule: Prepping for what's new**

The SEC has finalized a new cyber disclosure rule that goes into effect over the next few months and covers the disclosure of cyber incidents, as well as annual report disclosures regarding cyber risk management, strategy, and governance. This *WSJ Risk & Compliance Journal* article highlights key elements of the final rule and actions companies can consider taking to prepare.

[READ MORE](#)

### **Frequently asked questions about the E.U. Corporate Sustainability Reporting Directive**

How do the European Sustainability Reporting Standards, recently adopted by the European Commission, affect US-based companies? That's the central topic addressed in this Deloitte *Heads Up* article, which covers scope, timing, reporting options, comparison with the SEC's proposed climate disclosure requirements, and recommended steps to prepare.

[READ MORE](#)

**On the Radar: Statement of cash flows**

The lack of prescriptive rules can pose challenges for financial statement preparers in classifying certain items in cash flow statements. This publication walks through recent examples of SEC comments pertaining to cash flow, as well as considerations related to emerging matters such as increasing interest rates and digital assets.

[READ MORE](#)

**The future of tech: Artificial intelligence (AI)**

There is considerable variation in the extent to which surveyed companies are permitting, implementing, and monitoring AI tools as part of their business operations. This issue of Deloitte's *Board Practices Quarterly* shares insights from a survey of Society for Corporate Governance members on the business impacts of AI. Topics include where the responsibility for AI resides within the organization, use policies and frameworks, risk mitigation measures, education, and board oversight.

[READ MORE](#)

**PCAOB staff update and preview of 2022 inspection observations**

The PCAOB has released a preliminary set of observations and findings ahead of publishing the results of its 2022 audit firm inspections. Among the areas highlighted are audit committee communications, ICFR audits, revenue, accounting estimates, business combinations, and cryptocurrency. Also included is a section on good practices with recommendations for how audit firms can address issues commonly raised during inspections.

[READ MORE](#)

**On the Radar: Earnings per share**

This publication offers a simple overview of earnings per share calculations, covering areas such as preferred-stock dividends, noncontrolling interests, and methods for calculating diluted EPS. It also offers guidance on related disclosure and presentation considerations, including for non-GAAP items.

[READ MORE](#)

# Upcoming virtual experiences

## Quarterly accounting roundup: Q3 2023 update on important developments\*

September 27, 1:00 p.m. ET

[REGISTER](#)

## Board governance webinar: Keeping an eye on artificial intelligence\*

October 4, 1:00 p.m. ET

[REGISTER](#)

## Talent and the board

October 17, 11:00 a.m. ET

[REGISTER](#)

## Geopolitics in the year ahead: The US, Europe, and Asia in 2024

November 8, 11:00 a.m. ET

[REGISTER](#)

## Board governance webinar: Boards of the future\*

November 29, 1:00 p.m. ET

[REGISTER](#)

\*CPE eligible

View the full list of [upcoming Dbriefs](#).



# Other Deloitte resources

[Subscribe to Center for Board Effectiveness publications](#)

[On the Radar](#): Emerging issues and trends related to accounting and financial reporting

[Audit Committee Brief](#): Archived editions

[Deloitte US 2022 Audit Quality Report](#)

[Audit Committee Insights](#)

[On the Audit Committee's Agenda](#)

[Center for Board Effectiveness](#)

[WSJ Risk & Compliance Journal](#)

[Executive Briefing](#)



This publication contains general information only and Deloitte is not, by means of this publication, rendering accounting, business, financial, investment, legal, tax, or other professional advice or services. This publication is not a substitute for such professional advice or services, nor should it be used as a basis for any decision or action that may affect your business. Before making any decision or taking any action that may affect your business, you should consult a qualified professional advisor. Deloitte shall not be responsible for any loss sustained by any person who relies on this publication.

#### **About the Center for Board Effectiveness**

The [Center for Board Effectiveness](https://centerforboardeffectiveness@deloitte.com) helps directors deliver value to the organizations they serve through a portfolio of high-quality, innovative experiences throughout their tenure as board members. Whether an individual is aspiring to board participation or a veteran of many board experiences, the center's programs enable them to contribute effectively and provide focus in the areas of governance and audit, strategy, risk, innovation, compensation, and succession. For more information, contact us at [centerforboardeffectiveness@deloitte.com](mailto:centerforboardeffectiveness@deloitte.com).

#### **About Deloitte**

Deloitte refers to one or more of Deloitte Touche Tohmatsu Limited, a UK private company limited by guarantee ("DTTL"), its network of member firms, and their related entities. DTTL and each of its member firms are legally separate and independent entities. DTTL (also referred to as "Deloitte Global") does not provide services to clients. In the United States, Deloitte refers to one or more of the US member firms of DTTL, their related entities that operate using the "Deloitte" name in the United States and their respective affiliates. Certain services may not be available to attest clients under the rules and regulations of public accounting. Please see [www.deloitte.com/about](http://www.deloitte.com/about) to learn more about our global network of member firms.