

EITF ABSTRACTS

Issue No. 85-31

Title: Comptroller of the Currency's Rule on Deferred Tax Debits

Date Discussed: September 26, 1985

References: FASB Statement No. 96, *Accounting for Income Taxes*
FASB Statement No. 109, *Accounting for Income Taxes*
APB Opinion No. 11, *Accounting for Income Taxes*

ISSUE

The Comptroller of the Currency's Banking Circular 202, *Accounting for Net Deferred Tax Charges*, issued July 2, 1985, limits the net deferred tax debits that can be carried on a bank's statement of condition for regulatory purposes to the amount that would be recoverable by carryback of net operating losses.

The issue is whether the Comptroller of the Currency's rule on deferred tax debits should affect present practice regarding the assessment of tax allocation debits under generally accepted accounting principles (GAAP).

EITF DISCUSSION

The Task Force reached a consensus that the Comptroller's circular should not affect presentations intended to comply with GAAP and that application of Opinion 11 in this instance is a difference between regulatory accounting principles (RAP) and GAAP. [Note: See STATUS section.]

STATUS

In December 1987, the FASB issued Statement 96, which supersedes Opinion 11. Application of Statement 96 may also create a difference between RAP and GAAP.

In February 1992, the FASB issued Statement 109, which supersedes Opinion 11 and Statement 96. Application of Statement 109 may also create a difference between RAP and GAAP.

No further EITF discussion is planned.