

>>>FAIRVIEW FLASH REPORT <<<

New GIPS Requirement

WHAT HAPPENED?	<p>Effective January 1, 2015, firms claiming Global Investment Performance Standards (“GIPS”) compliance must notify the CFA Institute on an annual basis. To do so, firms must complete an online notification form, including the following required information:</p> <ul style="list-style-type: none">• Firm name• Firm address and contact information; and• Verification status. <p>Optional information, such as assets under management and investment vehicles offered may also be included at the discretion of the firm. While information included in the notice form may be used to release statistical information to the public, firm-specific information will remain confidential. A list of the GIPS compliant firms will be maintained on the GIPS website unless a firm specifically requests otherwise.</p>
WHY?	<p>“Requests of various stakeholders across the globe for more information related to compliance with the GIPS standards” prompted the CFA Institute to adopt the new rule. The new requirement is also expected to spur broader adoption of the GIPS standards, thereby increasing the quality of information received by investors.</p>
WHAT IS NEXT?	<p>Firms will be able to file beginning January 1, 2015. All notices must be submitted by June 30, 2015, and annually thereafter. Fairview can assist clients in filing the notification form or answer any questions.</p>