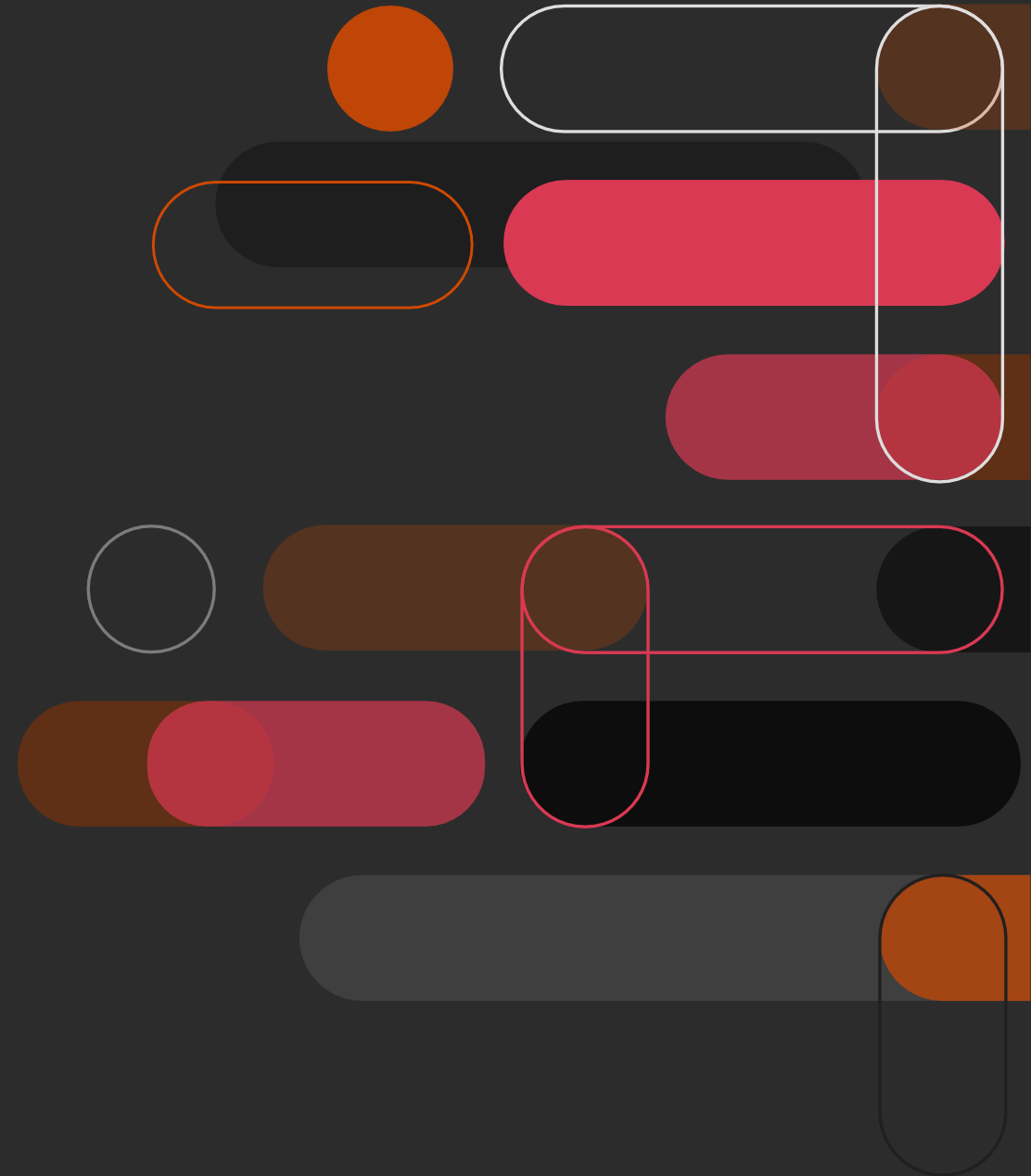


National Office

PwC webcast


First look at the SEC climate disclosure rules




Administrative matters

To view the presentation in full-screen mode, click the F11 button on your keyboard.



 For better viewing experience, close all other applications.

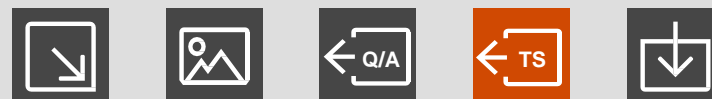
 For better sound quality, use headphones.

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CPE details



You will have **2 minutes** to answer each timed polling question.

You do not need to get the question correct to get CPE.

Monitor CPE progress by clicking on the CPE icon at the lower-right of your screen:



Prior to meeting the requirements, the CPE icon will initiate progress notes.



Trivia contest

- The polling questions will ask trivia about some of the topics we are covering today.
- Polling questions will pop up with a chime sound, and you will have two minutes to answer the poll.
- After each poll closes, we will share the correct answers to the questions, so you can grade yourself.
- However, viewers who answer **all** polling questions correctly will be eligible for a random prize drawing. We will select 10 winners from each airing of the webcast.
- **Reminder: Your answer does not need to be correct to earn CPE**



SEC climate-related disclosure rules

Requirements impacting annual reports and registration statements (Regulation S-K)

Required S-K disclosures are based on materiality, evaluated using existing federal securities law framework (consistent with other SEC rules and regulations)



Governance

- Nature and extent of management's role in assessing and managing climate-related risks
- Board of directors' oversight of such risks



Strategy

- Physical and transition climate risks that have materially impacted or are reasonably likely to materially impact strategy, results of operations, or financial condition over the short term (within 12 months) and long term (greater than 12 months)
- Transition plans used to manage transition risks
- Scenario analysis and internal carbon pricing, if used to assess and manage climate-related risks



Risk management

- Processes for identifying, assessing, and managing climate-related risks
- Whether and how climate-related risks are integrated into overall risk management processes



Targets and goals

- Climate-related targets or goals
- Progress towards meeting the target or goal and how such progress has been achieved

SEC climate-related disclosure rules

Requirements impacting annual reports and registration statements (Regulation S-K) - *continued*

Required S-K disclosures are based on materiality, evaluated using existing federal securities law framework (consistent with other SEC rules and regulations)



GHG emissions

- Scope 1 and scope 2 emissions in terms of CO_{2e} (carbon dioxide equivalent), if material, in gross terms (excluding the impact of any purchased or generated offsets)
- Disaggregate disclosure of any constituent gas, if material
- Description of methodology, significant inputs, and significant assumptions used to calculate the GHG emissions, including:
 - Description of the organizational boundaries
 - Description of the operational boundaries
 - Description of protocol or standard used to calculate the GHG emissions
 - Description of estimates, underlying assumptions, and its reasons for using estimates

SEC climate-related disclosure rules

Requirements impacting financial statements (Regulation S-X)

Financial statement impacts:



Severe weather and other natural conditions

- Impacts from severe weather events and other natural conditions, including where respective amounts are reflected in the financial statements, relating to:
 - Capitalized costs and charges – evaluated against stockholders' equity, unless <\$500,000
 - Expenditures expensed as incurred and losses – evaluated against pre-tax income, unless <\$100,000
- Disclosure threshold of 1% or more of specified amounts unless below specific de minimis thresholds



Carbon offsets and RECs

- Financial statement impacts, if used as a material component of plans to achieve climate-related targets or goals



Financial estimates and assumptions

- Qualitative disclosures regarding financial estimates and assumptions materially impacted by (1) severe weather events and other natural conditions or (2) disclosed targets or transition plans
- Other quantitative and qualitative impacts on financial estimates and assumptions relating to (1) activities to mitigate or adapt to climate-related risks, (2) transition plans, or (3) targets or goals
 - Required **outside the financial statements**

Initial compliance dates

Initial compliance dates are based on the year the registrant’s fiscal year begins and vary depending on the particular provisions and type of filer:

Registrant type	Disclosure and financial statement effects ¹	GHG emissions and related assurance		
	Disclosures, other than GHG emissions ²	Scope 1 and scope 2 GHG emissions ³	Limited assurance	Reasonable assurance
Large accelerated filers	FYB 2025	FYB 2026	FYB 2029	FYB 2033
Accelerated filers (other than SRCs and EGCs)	FYB 2026	FYB 2028	FYB 2031	Not applicable
SRCs, EGCs, and non-accelerated filers	FYB 2027	Not applicable	Not applicable	Not applicable

¹ As used in this chart, “FYB” refers to any fiscal year beginning in the calendar year listed. For example, a calendar year-end domestic large accelerated filer would begin including disclosures in its December 31, 2025 Form 10-K. Information for prior periods is only required to the extent it was previously disclosed in an SEC filing.

² There are three specific Regulation S-K disclosures (Item 1502(d)(2), Item 1502(e)(2), and Item 1504(c)(2)) related to the qualitative and quantitative impact of material expenditures incurred and material impacts on certain financial estimates and assumptions for which the effective date is one year later than listed in this table.

³ Provides additional time to file emissions disclosures (e.g., domestic registrants must file by Q2 Form 10-Q due date).

For more information: [In brief: SEC adopts climate-related disclosure rules](#)

Register for upcoming CPE-eligible webcasts



- [Q1 Quarterly accounting webcast | March 13, 19, or 28](#)
- [Q2 Quarterly sustainability webcast | May 9 or May 15](#)

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