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**From:** K. Amy Kaltman [kaltmam@sierrahealth.com]  
**Sent:** Thursday, June 10, 2004 3:04 PM  
**To:** Director - FASB  
**Subject:** Share-Based Payment Exposure Draft

**Letter of Comment No: 4075**  
**File Reference: 1102-100**

K. Amy Kaltman  
8477 Majestic View Ave  
Las Vegas, NV 89129

June 10, 2004

Ms. Suzanne Bielstein  
Financial Accounting Standards Board  
401 Merrit 7  
Norwalk, CT 06856-5116

Dear Ms. Bielstein:

Re: Share-Based Payment Exposure Draft

I work for a company that allows employees to purchase my employer's stock at a discount through an Employee Stock Purchase Plan (ESPP). I understand that the Financial Accounting Standards Board (FASB) has proposed a change to accounting standards that would require my company to count this discount as an expense against its earnings (Share-Based Payment exposure draft). I respectfully request that you reconsider this proposal and not require expensing of the discount allowed in ESPPs.

I am concerned that required expensing of the discount in the ESPP may make this valuable benefit plan less attractive to my employer, potentially causing my employer to either discontinue the plan, or reduce or eliminate the current discount. If the discount is greatly reduced or eliminated, buying company stock through the ESPP would no longer be much of a benefit. Unlike benefits aimed only at high-paid executives, this is a valuable benefit for employees across the company.

The ESPP is a very important benefit to me. Being able to participate in an ESPP has enabled me to invest in my financial future and experience a sense of ownership in my company. This benefit helped attract me to and serves as an incentive for me to remain with my employer. I could even say I continuously strive to perform to the best of my ability because I am an owner of the company.

This program has proven invaluable as a benefit to me as a single person/homeowner. There are costs associated with owning a home that have reared and the availability of the funds I have saved from this program have been helpful. Additionally, the program has allowed me to pay off some education loans and thus I am preparing to go back to further my education. A lot of people think that programs like this are best for families with children and planning for their futures. But as a single person, the availability of this program has not only allowed me some freedoms that I might not otherwise have had, but also to have a nest egg for "just in case" as I am reliant only on myself, not a partner. I would hate to see this most valuable and appreciated benefit come to an end.

Millions of workers like me in companies across the country are able to purchase their employer's stock through ESPPs. This builds company loyalty and helps to promote high standards of work when employees have a sense of ownership.

I strongly urge FASB to consider the negative impact the proposed rule would have on the nearly 16 million workers like me and eliminate the expensing requirement for ESPP discounts in the final rule.

CC:  
SEC, Chairman, William Donaldson  
SEC, Chief Accountant, Donald Nicolaisen  
Employee Ownership Coalition (eoc@vennstrategies.com)

Sincerely,

K. Amy Kaltman