

## MINUTES



**To:** Board Members  
**From:** Bagwell (x471)  
**Subject:** October 19, 2011 Board Meeting Minutes: Revenue Recognition  
**Date:** November 1, 2011  
**cc:** Sutay

*The Board meeting minutes are provided for the information and convenience of constituents who want to follow the Board's deliberations. All of the conclusions reported are tentative and may be changed at future Board meetings. Decisions become final only after a formal written ballot to issue an Accounting Standards Update or a Statement of Financial Accounting Concepts.*

Topic: Revenue Recognition: Sweep Issue—Revenue Disclosures in Interim Reporting Periods

Basis for Discussion: FASB Memorandum No. 154

Length of Discussion: October 19: 4:15 p.m. to 5:10 p.m. EDT

Attendance:

Board members present: FASB: Seidman, Buck, Golden, Linsmeier, Schroeder, Siegel, and Smith

IASB: Hoogervorst, Mackintosh, Cooper, Danjou, Engström, Finnegan, Gomes, Kalavacherla, König, McConnell, Ochi, Pacter, Scott, Smith, and Zhang

Board members absent: FASB: None

IASB: None

Staff in charge of topic: FASB: Bement

IASB: Rees and Brady

Other staff at Board table: FASB: Breen, Catalano, and Proestakes

IASB: None

Outside participants: None

**Type of Document and Timing Based on the Technical Plan:**

The Boards met to discuss issues relating to the development of a revised Exposure Draft. The Boards' technical plan calls for that document to be issued in the fourth quarter 2011.

**Summary of Decisions Reached:**

The FASB and the IASB discussed whether an entity should apply the proposed disclosure requirements in the forthcoming revised Exposure Draft, *Revenue from Contracts with Customers*, to interim financial statements. The Boards decided tentatively to amend Topic 270 on interim reporting and IAS 34, *Interim Financial Reporting*, to specify that an entity that prepares interim financial statements should disclose in its interim financial statements the following information (if material):

1. A disaggregation of revenue
2. A tabular reconciliation of the movements in the aggregate balance of contract assets and contract liabilities for the current reporting period
3. A maturity analysis of remaining performance obligations
4. Information on onerous performance obligations and a tabular reconciliation of the movements in the corresponding onerous liability for the current reporting period
5. A tabular reconciliation of the movements of the assets recognized from the costs to obtain or fulfill a contract with a customer.

The FASB observed that the above decision would not be applicable to a nonpublic entity because a nonpublic entity would not be required to disclose most of the information above in its annual financial statements.

**General Announcements:** None.