

MINUTES



To: Board Members
From: Not-for-Profit Team (Kim x233)
Subject: Minutes of September 04, 2013, Board Meeting
Date: September 5, 2013
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: Not-For-Profit Financial Reporting:
Financial Statements

Basis for Discussion: Memo 11 & 12, Net Asset Requirements

Length of Discussion: 8:15 a.m. to 9:00 a.m. EDT

Attendance:

Board members present:	Golden, Buck, Kroeker, Linsmeier, Schroeder, Siegel, and Smith
Board members absent:	None
Staff in charge of topic:	Bossio
Other staff at Board table:	Cosper, Mechanick, Klumpp, and Kim
Outside participants:	None

Type of Document and Timing Based on the Technical Plan:

The FASB discussed the presentation, classification, and disclosure of information about net assets of not-for-profit (NFP) entities.

The Boards' technical plan calls for an Exposure Draft to be issued in the first half of 2014.

Summary of Decisions Reached:

The Board continued deliberations on the project and tentatively decided to:

1. Replace the existing requirements of paragraphs 958-210-45-1 and 958-225-45-1 to present totals for each of three classes of net assets on the face of a statement of financial position and for changes in each of those classes on the face of a statement of activities with similar requirements for each of two classes of net assets that convey net assets *with donor-imposed restrictions* and *without donor-imposed restrictions*. The Board also decided to make conforming changes to the terminology and definitions of the net asset classes.
2. Retain the current requirement to provide information about the nature and amounts of different types of donor-imposed restrictions but modify the requirement to (a) remove the hard-line distinction between temporary restrictions and permanent restrictions and (b) focus instead on describing differences in the nature with a focus on both how and when the resources (net assets) can be used.
3. Require disclosure of information about the amount and purposes of board designations of net assets *without donor-imposed restrictions*.

(FASB: 7-0 for each of the decisions)

General Announcements: None.