

MINUTES



MEMORANDUM

**To:** Board Members  
**From:** FASB staff  
**Subject:** Minutes of NFPFS May 14, Board Meeting  
**Date:** May 16, 2014  
**cc:** Stacey 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:** Presentation and Disclosure of Investment Expenses, Foundation Outreach, and Health Care Outreach and Performance Indicator

**Basis for Discussion:** Board Memorandum 20–23

**Length of Discussion:** 11:30 a.m. to 12:00 p.m. EDT; 1:00 p.m. to 1:15 p.m. EDT

**Attendance:**

Board members present: Golden, Kroeker (present for investment expenses and proxied his vote for health care decision), Linsmeier, Schroeder, Siegel, and Smith

Board members absent: Buck (by phone)

Staff in charge of topic: Bossio, Cole, Kim, and Tipton

Other staff at Board table: Cospers and Mechanick

Outside participants: None

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

The Board discussed the presentation and disclosure of investment expenses and the staff's outreach with foundations and health care industry regarding the intermediate operating measure and performance indicator.

The Board's technical plan calls for an Exposure Draft to be issued in the second half of 2014.

**Tentative Board Decisions:**

The Board continued its deliberations about the presentation and disclosure of investment expenses and an intermediate measure of operations in light of the results of staff outreach with stakeholders of foundations and health care entities. The Board decided that:

1. All not-for-profit (NFP) entities would be required to disclose identifiable, direct external investment expenses and the amount of direct internal investment expenses incurred during the period. (Vote: 7-0)
2. An NFP business-oriented health care entity would be required to present an intermediate measure of operations as previously defined by the Board in this project. Those entities would have the option of also presenting the performance indicator that is currently required by paragraph 954-225-45-4. As a result of this decision, all NFP entities including health care entities would be required to present the same intermediate measure of operations. (Vote: 7-0)

**General Announcements:** None.