

MINUTES



MEMORANDUM

To: Board Members

From: Share-Based Payment Accounting Improvements Team (Silver x399)

Subject: Minutes of December 10, 2014 Board Meeting

Date: December 23, 2014

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: Employee Share-Based Payment Accounting Improvements

Basis for Discussion: Board Memorandum 2—Practical Expedients for Private Companies

Length of Discussion: 10:00 AM to 11:20 AM

Attendance:

Board members present: Golden, Buck, Linsmeier, Schroeder, Siegel, Smith

Board members absent: Kroeker

Staff in charge of topic: May

Other staff at Board table: Cosper, McMillen, Silver

Outside participants: None

Type of Document and Timing Based on the Technical Plan:

The Board has not yet determined the timing of the release of an Exposure Draft.

Tentative Board Decisions:

The Board discussed whether the accounting by private companies might be simplified by providing one or more practical expedients in the following areas:

1. Estimating the expected term of an award
2. Classifying awards with repurchase features
3. Measuring awards classified as liabilities at intrinsic value.

The Board also discussed which entities would be allowed to apply both existing and any potentially new practical expedients.

The Board deferred any technical decisions until after it has received and considered the input from the Private Company Council.

General Announcements: None