

MINUTES



MEMORANDUM

To: Board Members
From: Jensen, x353
Subject: Minutes of the February 11, 2015, Board Meeting
Date: February 17, 2015
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: Disclosure Framework—Disclosure Review, Income Taxes

Basis for Discussion: FASB Memo No. 62 Supplement 1

Length of Discussion: 1:45 p.m. to 2:45 p.m. (EST)

Attendance:

Board members present: Golden, Kroeker, Buck, Linsmeier, Schroeder, Siegel, Smith
Board members absent: N/A
Staff in charge of topic: Dordik
Other staff at Board table: Cappiello, Proestakes, Jensen, Floyd, Brickman
Outside participants: None

Type of Document and Timing Based on the Technical Plan:

The Board met to discuss issues relating to the development of an Exposure Draft addressing disclosures related to income taxes, focusing on disclosures related to undistributed foreign earnings. The decisions made in this meeting will be exposed along with any other future disclosure changes decided by the Board on Topic 740, Income Taxes.

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

Tentative Board Decisions:

The Board began its review of disclosures related to income taxes, focusing on undistributed foreign earnings, and made decisions as noted below:

The Board decided that entities would be required to disclose the following:

1. Income before taxes disaggregated between domestic and foreign earnings. **(Vote: 6 to1)** Foreign earnings would be further disaggregated for any country that is significant to total earnings. **(Vote: unanimous)**
2. Domestic tax expense recognized in the period for taxes on foreign earnings. **(Vote: unanimous)**
3. Undistributed foreign earnings that are no longer asserted to be indefinitely reinvested during the current period **(Vote: unanimous)** and an explanation of the circumstances that cause the entity to make that assertion. **(Vote: unanimous)** Separate disclosure should be made for any country that is significant to the disclosed amount. **(Vote: unanimous)**
4. A further disaggregation of the current requirement to disclose the temporary difference for the cumulative amount of indefinitely reinvested foreign earnings if any country represents at least 10 percent of the disclosed amount. **(Vote: unanimous)**

The Board decided not to require disclosure of:

1. Disaggregation of deferred tax liabilities (DTL) recorded for unremitted foreign earnings by country. **(Vote: unanimous)**
2. An estimate of the unrecognized DTL on the basis of simplified assumptions. **(Vote: unanimous)**
3. Past events or current conditions that have changed management's plans for undistributed foreign earnings. **(Vote: unanimous)**

General Announcements: None.