

MINUTES



MEMORANDUM

To: Board Members
From: Agenda Discussion Paper Team
(Verbeek x443)
Subject: Minutes of February 3, 2016 Board Meeting
Date: 03/16/2016
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: Discussion Paper—Technical Agenda

Basis for Discussion: FASB Memos 1-8: Cover Memo; Performance Statement, Cash Flow Statement, and Segment Reporting; Inventory and Cost of Sales; Accounting for Internally-Generated Research and Development Costs; Pensions and Other Postretirement Employee Benefit Plans; Distinguishing Between Liabilities and Equity; Consolidation; Simplifying the Measurement of Asset Retirement Obligations

Length of Discussion: February 3, 2016—9:00 AM to 11:00 AM

Attendance:

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

Board members absent: N/A

Staff in charge of topic: Cheng and Walsh

Other staff at Board table: Proestakes, Mottley, Egan, Esposito, Dhimmar, Kamhi, Cheng, Kuhaneck, Carter, Barton, Verbeek, Roberge, Cosper

Outside participants: N/A

Type of Document and Timing Based on the Technical Plan:

The Board met to discuss issues relating to the development of a Discussion Paper addressing the Board's future technical agenda.

Tentative Board Decisions:

The Board recommended that the following potential financial reporting topics be included in an agenda Discussion Paper:

1. Financial Performance Reporting (including the Performance Statement, Other Comprehensive Income, Cash Flow Statement, and Segment Reporting)
2. Distinguishing Liabilities from Equity
3. Intangible Assets
4. Pensions and Other Postretirement Employee Benefit Plans.

The Board discussed, but recommended not to include, the following potential financial reporting topics in the Discussion Paper:

1. Inventory and Cost of Sales
2. Consolidations
3. Simplifying the Measurement of Asset Retirement Obligations.

However, the Board recommended that preagenda research continue for inventory and cost of sales and consolidations.

Agenda Decisions

Simplifying the Measurement of Asset Retirement Obligations

The Board decided not to add a project on Simplifying the Measurement of Asset Retirement Obligations to its agenda.

(FASB: 6-1)

Liabilities & Equity—Targeted Improvements

The Board also decided to remove Simplification of EITF Issue No. 00-19, "Accounting for Derivative Financial Instruments Indexed to, and Potentially Settled in, a Company's Own Stock," originally included in Phase 2 of the Liabilities and Equity—Targeted Improvements project, from its agenda.

(FASB: 7-0)

However, the Board decided to keep Accounting for Instruments with Down-Round Features within that same project on the agenda.

(FASB: 4-3)

General Announcements: The Board has directed the staff to draft a document for review.