

MINUTES



MEMORANDUM

To: Board Members
From: Akinwale (x443)
Subject: Minutes of November 30, 2016
Leases Board Meeting
Date: December 7, 2016
cc: Tosches

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: Leases

Basis for Discussion: FASB Memo 1: Leases Implementation

Length of Discussion: 1:00 p.m. to 1:45 p.m. EST

Attendance:

Board members present: Golden, Kroeker, Botosan, Buck, Shroeder, Siegel, and Smith (by telephone)

Board members absent: None

Staff in charge of topic: Kaestle (by telephone)

Other staff at Board table: Esposito, Faineteau, Bologna, and Akinwale

Outside participants: None

Type of Document:

The staff provided the Board with an update on the inquiries and feedback received since the issuance of Accounting Standards Update No. 2016-02, *Leases (Topic 842)*. The staff also highlighted the following key inquiries and the Board decided that no standard setting action was needed for the following inquiries:

1. Impact of prior asset group impairments on operating lease right-of-use asset measurement (*Vote: 7-0*)
2. Testing operating leases for impairment (*Vote: 7-0*)
3. Determining the head lease's lease term in a sublease situation (*Vote: 7-0*)
4. Accounting for sales-type leases with significant variable payments. (*Vote: 4-3*)

Next Steps

The Board agreed with the staff's plan to continue to work with stakeholders to address implementation questions as they arise.

General Announcements: None.