

MINUTES



MEMORANDUM

**To:** Board Members  
**From:** Segment Reporting Project Team (Roe)  
**Subject:** Minutes of the June 13, 2018 Segment Reporting Board Meeting  
**Date:** June 18, 2018  
**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: Segment Reporting

Basis for Discussion: Board Memos Revised 3, 3(a), and 3(b)

Length of Discussion: 9:00 a.m. to 10:00 a.m. EDT

Attendance:

Board members present: Golden, Botosan, Hunt, Schroeder, Siegel, and Buesser (incoming Board member)  
Board members absent: Kroeker  
Staff in charge of topic: Mottley and Bologna  
Other staff at Board table: Proestakes, Lapins, Roe, and Cospier  
Outside participants: N/A

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

The Board met to discuss issues related to the segment reporting project. The Board has yet to determine the type and timing of a due-process document.

**Tentative Board Decisions:**

The staff updated the Board on the project and discussed a plan to undertake extended outreach that considers improvements to the aggregation criteria and the reportable segments process.

The extended outreach would focus on two alternatives:

1. Re-order the process for determining reportable segments and move the quantitative thresholds earlier in that process
2. Remove the aggregation criteria, thereby each operating segment would be reportable until a practical limit is reached.

The Board discussed the merits of whether the project should focus on both alternatives (1) and (2) or whether the project should focus solely on alternative (2). The Board decided that obtaining feedback on both alternatives would help in future deliberations.

The Board discussed, at length, the timing and materials for the extended outreach, which would involve onsite visits to obtain detailed feedback on both alternatives (1) and (2), an analysis of how reportable segments would change, and understanding operability concerns and unintended consequences of the alternatives. The Board gave permission for the staff to proceed with the extended outreach. **(Vote: 4 to 1; Mr. Kroeker voted in absentia and Mr. Siegel refrained from voting)**

*Next Steps*

The staff will identify potential companies and preparers to participate in the extended outreach and plans to begin that outreach in August 2018.

**General Announcements:** None.