

MINUTES



MEMORANDUM

To: Board Members
From: FASB Staff
Subject: Minutes of the March 6, 2019 Board Meeting on Disclosure
Improvements in Response to the SEC's Release on Disclosure Update and Simplification
Date: March 13, 2019
cc: Dawn 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: Disclosure Improvements in Response to the SEC's Release on Disclosure Update and Simplification

Basis for Discussion: Board Memo No. 2, "Agenda Request"

Length of Discussion: 9:00 a.m. to 9:40 a.m. EST

Attendance:

Board members present: Golden, Kroeker, Botosan, Buesser, Hunt, and Schroeder

Board members absent: None

Staff in charge of topic: Bond, Fontaine, and Verburg

Other staff at Board table: Cospers

Outside participants: None

Type of Document and Timing Based on the Technical Plan:

The Board considered whether to add a project to its technical agenda to address disclosures referred to the Board by the SEC and discussed whether and how those referred SEC disclosure requirements should be included in the Codification.

Tentative Board Decisions:

The Board decided to add a project to its technical agenda to address disclosures referred to the Board as part of the SEC's Disclosure Update and Simplification initiative. **(Vote: 6-0)**

The Board decided to incorporate the following referred disclosures into the Codification for all entities: foreign currency, derivative accounting policies, technical correction for investment companies, real estate investment trusts, consolidations, assets subject to liens, preferred shares, repurchase and reverse repurchase agreements, earnings per share in interim periods, changes in reporting entity in interim periods, common control transactions in interim periods, products or services, and oil- and gas-producing activities. **(Vote: 6-0)** The Board also decided to incorporate the referred disclosure on debt into the Codification for all entities. **(Vote: 4-2)**

The Board decided to incorporate the referred disclosure on intra-entity profits and losses of related party transactions in separate financial statements into the Codification for public business entities only. **(Vote: 5-1)**

The Board decided not to incorporate the following referred disclosures into the Codification: equity compensation plans, discounts on shares, authorized amount of debt, and financial statement presentation of related party transactions. **(Vote: 6-0)** The Board also decided not to incorporate the referred disclosure on major customers into the Codification. **(Vote: 5-1)**

Transition

The Board decided that an entity should apply the amendments prospectively. The Board decided not to require any transition disclosures. **(Vote: 6-0)**

Next Steps

The Board directed the staff to draft a proposed Accounting Standards Update for vote by written ballot. The Board decided to provide a comment period of either 45 days after issuance or June 28, 2019, whichever is later. **(Vote: 6-0)**

General Announcements: None.