

MINUTES



MEMORANDUM

**To:** Board Members  
**From:** Insurance—Effective Date Team  
**Subject:** Minutes of Board Meeting on Insurance—Effective Date  
**Date:** October 23, 2019  
**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: Insurance—Effective Date

Basis for Discussion: Insurance—Effective Date Memo No. 3, “Comment Letter Summary, Redeliberations, Cost Benefit, and Permission to Ballot”

Length of Discussion: 9:45 a.m. to 9:55 a.m. (EDT)

Attendance:

Board members present: Golden, Kroeker, Botosan, Buesser, Cospers, Hunt, and Schroeder  
Board members absent: None  
Staff in charge of topic: Shah  
Other staff at Board table: Kuhaneck, Casas, Carter, Cole, and Lesser  
Outside participants: None

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

The Board discussed a summary of comments received on its August 2019 proposed Accounting Standards Update, *Financial Services—Insurance (Topic 944): Effective Date*.

**Tentative Board Decisions:**

The Board affirmed its previous decisions related to the effective date of FASB Accounting Standards Update No. 2018-12, *Financial Services—Insurance (Topic 944): Targeted Improvements to the Accounting for Long-Duration Contracts*, on accounting for long-duration insurance contracts:

1. For public business entities that meet the definition of an SEC filer, excluding entities eligible to be smaller reporting companies, the amendments in Update 2018-12 should be effective for fiscal years beginning after December 15, 2021, and interim periods within those fiscal years.
2. For all other entities, the amendments in Update 2018-12 should be effective for fiscal years beginning after December 15, 2023, and interim periods within fiscal years beginning after December 15, 2024.

**(Vote: 7-0)**

*Analysis of Costs and Benefits*

The Board concluded that it has received sufficient information and analysis to make an informed decision on the topics presented and that the expected benefits of the amendments would justify the expected costs.

**(Vote: 7-0)**

*Next Steps*

The Board directed the staff to draft a final Accounting Standards Update for vote by written ballot.

**(Vote: 7-0)**

**General Announcements:** None