

MINUTES



MEMORANDUM

To: Board Members
From: FASB Staff
Subject: Minutes of September 18, 2019
Board Meeting—Agenda Prioritization
Date: September 20, 2019
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: Agenda Prioritization

Basis for Discussion: Cover Memo
Memo No. 1 - Accounting for Warrant Modifications
Memo No. 1 - Initial Recognition and Measurement of Nonmonetary Assets in a Joint Venture
Memo No. 1 – CECL: Accounting for Acquired Financial Assets That Do Not Meet the Definition of Purchased Financial Assets with Credit Deterioration
Memo No. 1 – Interest Income Recognition and Measurement

Length of Discussion: 9:00 to 9:52 a.m. (EDT)

Attendance:

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

Board members absent: None

Staff in charge of topic: Casas, Gwinn, Friend, Shah, Cryderman,
Mohomed, Cahill

Other staff at Board table: Challen

Outside participants: None

Type of Document and Timing Based on the Technical Plan:

The Board met to discuss issues relating to Agenda Prioritization. Please see the current technical plan for information about project timelines.

Tentative Board Decisions:

The Board added a project to the EITF agenda to address the issuers' accounting for modifications of equity classified warrants, that is, equity classified freestanding call options that are outside the scope of Topic 718, Compensation—Stock Compensation or Topic 815, Derivatives and Hedging. [Vote: 6-1 to add a project to the agenda; Vote: 7-0 to add the project to the EITF Agenda]

The Board limited the scope of the project to equity classified freestanding call options that remain equity classified after the modifications. [Vote: 5-2 to narrow the scope of the project]

The Board added a project to its technical agenda on the accounting by a joint venture for contributions of nonmonetary assets by the venturers. [Vote: 5-2 to add a project to the agenda; Vote 3-4 to add the project to the EITF Agenda]

The Board decided not to add the following potential projects to its agenda:

1. Acquired financial assets in a business combination that do not meet the definition of purchased financial assets with credit deterioration
[Vote: 7-0 not to add a project to the Board's Agenda]
2. Recognition and measurement of interest income.
[Vote: 7-0 not to add a project to the Board's Agenda]

General Announcements: None