

MINUTES



**To:** Board Members  
**From:** Insurance Contracts Team  
(Barton, ext. 442)  
**Subject:** Minutes of the August 1, 2012,  
FASB Board Meeting: Insurance Contracts  
**Date:** August 3, 2012  
**cc:** 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: Insurance Contracts—Charitable Gift Annuities

Basis for Discussion: FASB Memo Nos. 86A

Length of Discussion: 10:20 a.m. to 11:05 a.m. (EST)

Attendance:

Board members present:	FASB: Seidman, Buck, Golden, Linsmeier, Schroeder, Smith, Siegel
Board members absent:	N/A
Staff in charge of topic:	FASB: Weiner
Other staff at Board table:	FASB: Cosper, Proestakes, Bossio, Mechanick, Irwin, Ampofo, King, Barton, Jacob

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

Please refer to the current technical plan for information about the expected release dates of exposure documents and final standards.

**Summary of Decisions Reached:**

The FASB continued its discussions on insurance contracts by considering whether charitable gift annuities issued by not-for-profit entities meet the definition of insurance and would, therefore, fall within the scope of the proposed insurance contracts standard. The Board also considered the impact that the proposed insurance contracts standard would have on the reporting by not-for-profit entities, specifically the recognition of the expected contribution component.

*Charitable Gift Annuities*

The Board tentatively decided to exclude from the scope of the proposed insurance contracts standard charitable gift annuities, which possess a donation element and are issued by not-for-profit entities within the scope of *FASB Accounting Standards Codification*® Topic 958, Not-for-Profit Entities.

(FASB: 5 to 2)

*Next Steps*

The Board will continue its discussion of insurance contracts in the week beginning August 20, 2012.

**General Announcements:** None.