

MINUTES



MEMORANDUM

**To:** Board Members  
**From:** Debbink (x296)  
**Subject:** Minutes of June 21, 2017 Financial Instruments – Recognition and Measurement Implementation Board Meeting  
**Date:** June 26, 2017  
**cc:** Toches (x260)

*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: Financial Instruments – Recognition and Measurement

Basis for Discussion: FASB Memo 1: Financial Instruments – Recognition and Measurement Implementation

Length of Discussion: 8:45 a.m. to 9:00 a.m. EDT

Attendance:

Board members present: Golden, Kroeker, Botosan, Monk, Schroeder, Siegel, and Smith

Board members absent: None

Staff in charge of topic: Thornburg

Other staff at Board table: Cospers, Esposito, Kaestle, Bologna, Akinwale, and Debbink

Outside participants: None

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

The Board met to discuss various proposed technical corrections and improvements to the amendments in Accounting Standards Update No. 2016-01, *Financial Instruments—Overall (Subtopic 825-10): Recognition and Measurement of Financial Assets and Financial Liabilities*.

**Tentative Board Decisions:**

The Board decided to make various proposed technical corrections and improvements to the amendments in Accounting Standards Update No. 2016-01, *Financial Instruments—Overall (Subtopic 825-10): Recognition and Measurement of Financial Assets and Financial Liabilities*.

(Vote: 7-0)

*Transition Guidance*

For entities that have early adopted the guidance on the presentation change related to fair value option liabilities, the Board decided that the proposed amendments relevant to the fair value option would be effective upon issuance of the final Update and follow the transition guidance in Update 2016-01. For the remaining proposed amendments, the Board decided that the effective date and transition requirements should be the same as the effective date and transition requirements in Update 2016-01.

(Vote: 7-0)

*Analysis of Benefits and Costs*

The Board concluded that the expected benefits of the proposed changes would justify the costs.

(Vote: 7-0)

*Next Steps*

The Board directed the staff to draft a joint proposed Accounting Standards Update, which would include the technical corrections to Accounting Standards Update No. 2016-02, *Leases (Topic 842)*, and the technical corrections to Update 2016-01 on financial instruments—recognition and measurement of financial assets and financial liabilities, for vote by written ballot, with a comment period of 45 days.

**General Announcements:**

None.