

MINUTES



MEMORANDUM

To: Board Members
From: Jiang, x384
Subject: Minutes of the November 8, 2017
Disclosure Framework Board Meeting
Date: November 10, 2017
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: Disclosure Framework: Entity's Decision Process

Basis for Discussion: FASB Memo Nos. 119, 120, and 121

Length of Discussion: 10:30 a.m. to 12:00 p.m. (EDT)

Attendance:

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

Board members absent: None

Staff in charge of topic: Cappiello

Other staff at Board table: Cosper, Proestakes, Jiang, and Coyne

Outside participants: None

Type of Document and Timing Based on the Technical Plan:

The Board discussed issues related to the definition of materiality in the FASB Conceptual Framework and Topic 235, Notes to Financial Statements.

Tentative Board Decisions:

The Board decided to:

1. Amend the current definition of materiality in Chapter 3, *Qualitative Characteristics of Useful Financial Information*, of FASB Concepts Statement No. 8, *Conceptual Framework for Financial Reporting*, with language similar to that of the definition in FASB Concepts Statement No. 2, *Qualitative Characteristics of Accounting Information* (superseded).

(Vote: 7-0)

2. Remove the reference to materiality as a legal concept in Concepts Statement 8 and in Topic 235.

(Vote: 7-0)

3. Not add language to Concepts Statement 8 that indicates that the definition of materiality may change.

(Vote: 7-0)

Next Steps

The staff will draft Chapter 3 and Chapter 8, *Notes to Financial Statements*, of Concepts Statement 8.

The Board will continue to redeliberate materiality in the context of the *FASB Accounting Standards Codification*[®].

General Announcements: None.