

**Consolidation (Topic 812)
Tentative Board Decisions to Date
As of June 27, 2018**

**Consolidation (Topic 812): Reorganization
Tentative Board Decisions Reached to Date
as of June 27, 2018**

Topic	Decisions Reached	Meeting Date
<i>General</i>	<ul style="list-style-type: none"> • The Board decided to continue its existing project to reorganize Topic 810, Consolidation. • The Board instructed the staff to develop nonauthoritative educational material to address the more difficult parts of consolidation guidance with the goal of supporting and supplementing the reorganized authoritative consolidation guidance. 	June 27, 2018
<i>Transition</i>	<ul style="list-style-type: none"> • The Board affirmed its decision on transition requirements from the March 8, 2017 Board meeting. 	June 21, 2017
<i>General</i>	<ul style="list-style-type: none"> • The Board decided that the benefits of the amendments in the proposed Update would justify the related costs. • The Board decided that the comment period for the proposed Update should be 75 days. 	June 21, 2017
<i>General</i>	<ul style="list-style-type: none"> • The Board decided to move the guidance for “Consolidation of Entities Controlled by Contract” from Topic 810, Consolidation, to Topic 958, Not-for-Profit Entities. 	March 8, 2017
<i>Recognition</i>	<ul style="list-style-type: none"> • The Board directed the staff to incorporate language into the reorganization of Topic 810 summarizing the application of <i>expected</i> to assist stakeholders with applying the concept of expected as it relates to the definitions and concepts of <i>variable interest</i>, <i>expected losses</i>, and <i>expected residual returns</i>. 	March 8, 2017
<i>Transition</i>	<ul style="list-style-type: none"> • The Board decided that an entity that has not yet adopted the amendments in Accounting Standards Update No. 2015-02, <i>Consolidation (Topic 810): Amendments to the Consolidation Analysis</i>, would be required to adopt the 	March 8, 2017

	<p>amendments in the proposed Update at the same time it adopts the amendments in Update 2015-02 and it would apply the same transition method elected for applying Update 2015-02.</p> <ul style="list-style-type: none"> • The Board decided that an entity that already has adopted the amendments in Update 2015-02 would be required to apply the proposed amendments retrospectively to all relevant prior periods beginning with the fiscal year in which the amendments in Update 2015-02 initially were applied. • The Board decided that an entity should provide the transition disclosures required within paragraphs 250-10-50-1 through 50-2 (excluding the disclosure requirements in paragraph 250-10-50-1(b)(2)). 	
<i>General</i>	<ul style="list-style-type: none"> • The Board decided to add a project to its technical agenda to clarify the guidance in Topic 810, Consolidation, by reorganizing that Topic into a new Topic (Topic 812) superseding Topic 810 in its entirety. The Board also decided that Topic 812 should consist of separate Subtopics for guidance related to VIEs and voting interest entities (VOEs). The Board also decided to clarify that power over a VIE is obtained through a variable interest and to provide additional clarification of the application of the concept of <i>expected</i>, which is used throughout the VIE consolidation guidance. • Additionally, the Board preliminarily decided to supersede the guidance on consolidation of entities controlled by contract currently in Subtopic 810-10 and the entirety of Subtopic 810-30, Consolidation—Research and Development Arrangements, from the proposed reorganization and directed the staff to ask a question in a proposed Accounting Standards Update about whether that guidance is still applied and, if so, to describe in detail the circumstances requiring its application. • The Board directed the staff to schedule a public roundtable meeting to discuss the potential reorganization of the consolidation guidance, as well as seek feedback on its considerations for how the related party guidance in the VIE model can be simplified. 	November 2, 2016
<i>General</i>	<ul style="list-style-type: none"> • The Board decided not to include the topic of Consolidation in an Agenda Discussion Paper. Instead, the Board decided that pre-agenda research should continue. 	February 3, 2016