

MINUTES



MEMORANDUM

To: Board Members
From: Leases Team
Subject: Minutes of June 30, 2021 Board Meeting on Leases (Topic 842): Lessors—Certain Leases with Variable Lease Payments
Date: September 23, 2021
cc: Dawn 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: Leases (Topic 842): Lessors—Certain Leases with Variable Lease Payments

Basis for Discussion:

FASB Memo No. 38, “Revised Transition and Effective Date for the Accounting Standards Update No. 2021-XX, *Leases (Topic 842): Lessors—Certain Leases with Variable Lease Payments*”

Length of Discussion: 9:00 a.m. to 9:05 a.m. EDT

Attendance:

Board members present: Jones, Kroeker, Botosan, Buesser, Cospers, Hunt, and Schroeder

Staff in charge of topic: Roberge

Other staff at Board table: Salo, Debbeler, Posta, Gwinn, and Holmstead

Type of Document and Timing Based on the Technical Plan:

The Board met to discuss a sweep issue relating to the development of a final Accounting Standards Update addressing lessors' accounting for certain leases with variable lease payments under Topic 842, Leases. The Board's technical plan calls for that final Accounting Standards Update to be issued in the third quarter of 2021.

Tentative Board Decisions:

The Board discussed a sweep issue related to the transition and effective date provisions for the forthcoming Accounting Standards Update, *Leases (Topic 842): Lessors—Certain Leases with Variable Lease Payments*, and made the following decision.

Transition and Effective Date

The Board decided that entities that have not adopted Topic 842 on or before the issuance date (not effective date) of the forthcoming final Update should follow the transition requirements in paragraph 842-10-65-1. **(Vote: 7-0)**

General Announcements: None.