

MINUTES



MEMORANDUM

To: Board Members
From: Gustke, x239
Subject: Minutes of the Accounting for and Disclosure of Software Costs Board Meeting
Date: June 28, 2022
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: Accounting for and Disclosure of Software Costs
Basis for Discussion: FASB Memo No. 2, "Technical Agenda Decision"
Length of Discussion: 9:00am–9:25am (EST)

Attendance:

Board members present: Jones, Botosan, Buesser, Cannon, Cosper, Hunt, Kroeker
Board members absent: None
Staff in charge of topic: Friend
Other staff at Board table: Salo, Debbeler, Manders, Matsuo, Barot, Gustke
Outside participants: None

Type of Document and Timing Based on the Technical Plan:

The Board discussed the pre-agenda research, including stakeholder feedback, on the accounting for and disclosure of software costs.

Tentative Board Decisions:

1. The Board decided to add a project to its technical agenda to (1) modernize the accounting for software costs and (2) enhance the transparency about an entity's software costs. **(Vote: 7-0)**
2. The Board decided that the scope of the project is the recognition, measurement, presentation, and disclosure of costs to internally develop or acquire software, which encompasses all of the software costs currently subject to the guidance in Subtopics 350-40, Intangibles—Goodwill and Other—Internal-Use Software, and 985-20, Software—Costs of Software to Be Sold, Leased, or Marketed, for all entities. **(Vote: 7-0)**

Next Steps

The staff plans to further develop potential paths for discussion at a future Board meeting.

General Announcements: None.