MINUTES

FINANCIAL ACCOUNTING STANDARDS BOARD

MEMORANDUM

To:	Board Members		
From:	FASB Staff		
Subject:	Minutes of the January 28, 2026, Consolidation for Business Entities Board Meeting	**Date:**	January 30, 2026
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: Consolidation for Business Entities

Basis for Discussion: FASB Board Memo No. 1 "Cover Memo," FASB Board Memo No. 2 "Consolidation for Business Entities," FASB Board Memo No. 3 "Definition of Common Control," FASB Board Memo No. 4 "Consolidation Guidance Interactions: Interaction of the VIE Guidance and the Accounting for Sale and Leaseback Transaction," FASB Board Memo No. 5 "Consolidation Guidance Interactions: Derecognition of Nonfinancial Assets"

Length of Discussion: 9:00 a.m. to 10:08 a.m. (EST)

Attendance:

Board members present:	Jones, Salo, Botosan, Cannon, Cosper, Hunt, and Joseph
Board members absent:	None
Staff in charge of topic:	Bohdan
Other staff at Board table:	Day, Debbeler, Casas, Rodman, Steigenberger, and Skolnick-Schur
Outside participants:	None

Type of Document and Timing Based on the Technical Plan:

The Board met to discuss issues raised by stakeholders on the existing consolidation guidance in Topic 810, Consolidation, and the related existing research project, as part of the recent Invitation to Comment, *Agenda Consultation* (2025 ITC). The Board also decided whether to add projects to its technical agenda related to: (1) the definition of *common control*, (2) the interaction of the variable interest entities (VIE) guidance and the guidance on accounting for sale and leaseback transactions involving VIEs, and (3) the interaction of consolidation guidance with the guidance on the derecognition of nonfinancial assets.

Tentative Board Decisions:

Consolidation for Business Entities

The Board discussed feedback received in response to the 2025 ITC. The Board directed the staff to perform additional research with the objective of harmonizing the VIE and voting interest entity (VOE) models to streamline VIE/VOE determination and eliminate unnecessary differences. The scope of this research also will involve pursuing potential improvements to the VIE disclosures.
[Vote 7-0]

Definition of Common Control

The Board discussed feedback received in response to the 2025 ITC. The Board added a project to its technical agenda to clarify GAAP by providing a definition of the term *common control* based on existing practice for certain areas of the Codification. **[Vote 6-1]**

Other Consolidation-Related Agenda Decisions

The Board discussed feedback received in response to the 2025 ITC. The Board decided not to add a project to its technical agenda on the interaction of the VIE guidance in Topic 810 and the guidance on accounting for sale and leaseback transactions. **[Vote 7-0]**

The Board also decided not to add a project to its technical agenda on the interaction of the consolidation guidance in Topic 810 and the derecognition of nonfinancial assets in Subtopic 610-20, Gains and Losses from the Derecognition of Nonfinancial Assets. **[Vote 7-0]**