

## **FASB Accounting Standards Codification Topic 845-30**

### **Barter Credit Transactions**

**30-17** In reporting to the exchange of a nonmonetary asset for barter credits, it shall be presumed that the fair value of the nonmonetary asset exchanged is more clearly evident than the fair value of the barter credits received and that the barter credits shall be reported at the fair value of the nonmonetary asset exchanged.

**30-18** However, that presumption might be overcome if an entity can convert the barter credits into cash in the near term, as evidenced by a historical practice of converting barter credits into cash shortly after receipt, or if independent quoted market prices exist for items to be received upon exchange of the barter credits. It also shall be presumed that the fair value of the nonmonetary asset does not exceed its carrying amount unless there is persuasive evidence supporting a higher value.

**30-19** An impairment loss on the barter credits shall be recognized if it subsequently becomes apparent that either of the following conditions exists:

- a. The fair value of any remaining barter credits is less than the carrying amount.
- b. It is probable that the entity will not use all of the remaining barter credits.

### **Transfers of Operating Leases for Barter Credits**

**30-20** If an exchange involves the transfer or assumption of an operating lease for barter credits, impairment of that lease shall be measured as the amount of the remaining lease costs (discounted rental payments and unamortized leasehold improvements) in excess of the discounted amount of probable sublease rentals for the remaining lease term.