



Improvements

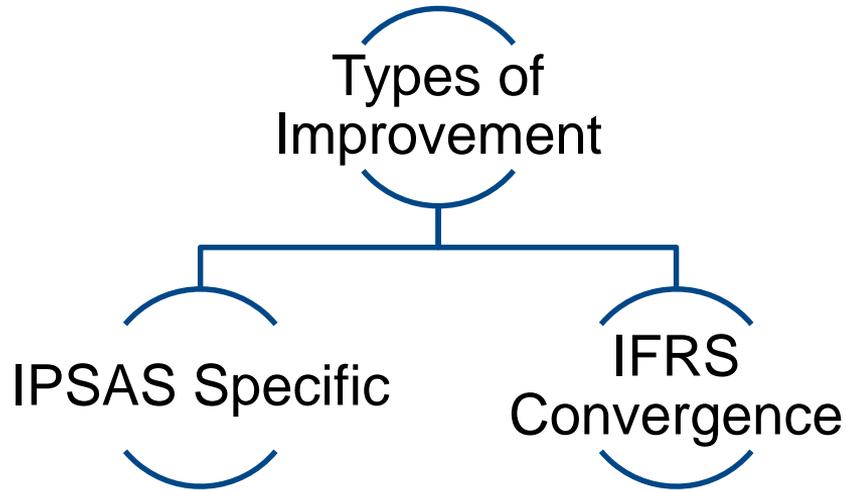
Paul Mason, Principal

IPSASB Meeting

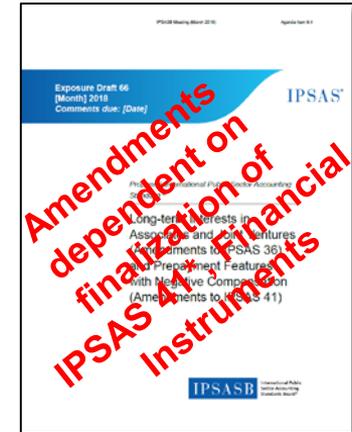
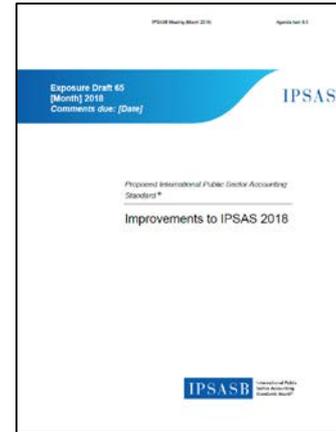
March 6-9, 2018

New York, USA

Approach to Improvements



Seeking approval of two Exposure Drafts:



Amendments dependent on finalisation of IPSAS & Financial Instruments

IPSAS Specific Amendments (1)

IPSAS	Amendment
IPSAS 10 , <i>Financial Reporting in Hyperinflationary Economies</i> ; IPSAS 22 , <i>Disclosure of Financial Information about the General Government Sector</i> ; IPSAS 24 , <i>Presentation of Budget Information in Financial Statements</i>	Replacement of the term “primary financial statements” (which is not defined in IPSAS) with the term “financial statements” (which is a defined term) to ensure consistency within the Standards and across all IPSAS.
IPSAS 16 , <i>Investment Property</i>	Update the requirements regarding the transfer of investment property when an entity completes the construction or development of a self-constructed investment property that will be carried at fair value. <i>(Note: alternative approach in Appendix to Agenda Item)</i>

IPSAS Specific Amendments (2)

IPSAS	Amendment
IPSAS 16 , <i>Investment Property</i> ; IPSAS 17 , <i>Property, Plant, and Equipment</i>	Transitional disclosure requirements amended to ensure consistency with other amendments made by IPSAS 33, <i>First-time Adoption of Accrual Basis International Public Sector Accounting Standards</i> .
IPSAS 31 , <i>Intangible Assets</i>	Extend the requirement to consider whether reassessing the useful life of an intangible asset as finite rather than indefinite is an indicator that the asset may be impaired to include revalued intangible assets.
IPSAS 33 , <i>First-time Adoption of Accrual Basis International Public Sector Accounting Standards (IPSASs)</i>	Clarify that the exemption from providing comparative information applies only to the first financial statements issued following the adoption of accrual basis IPSAS. Note that BC26 should read “... a first-time adopter’s <u>first</u> transitional IPSAS financial statements ... ”

IPSAS Specific Amendments (3)

IPSAS	Amendment
IPSAS 33 , <i>First-time Adoption of Accrual Basis International Public Sector Accounting Standards (IPSASs)</i>	Update the Basis for Conclusions and Implementation Guidance to reflect the fact that relief from the requirement to disclose experience adjustments in respect of defined benefit schemes is no longer required.
IPSAS 34 , <i>Separate Financial Statements</i>	Amendments to correct the measurement and presentation of controlled investment entities in the separate financial statements of controlling entities that are not themselves investment entities.

IFRS Convergence Amendments (1)

IPSAS	Amendment
IPSAS 16 , <i>Investment Property</i>	Update headings relating to classifying property as investment property or owner-occupied property.
IPSAS 2 , <i>Cash Flow Statements</i>	Require disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities.
IPSAS 16 , <i>Investment Property</i>	Amend the requirements relating to transfers of investment property to reflect the principle that a change in use would involve (a) an assessment of whether a property meets, or has ceased to meet, the definition of investment property; and (b) supporting evidence that a change in use has occurred.

IFRS Convergence Amendments (2)

IPSAS	Amendment
IPSAS 36 , <i>Investments in Associates and Joint Ventures</i>	Clarify that an entity is able to choose between applying the equity method or measuring the investment at fair value for each investment in an associate or joint venture.
IPSAS 4 , <i>The Effects of Changes in Foreign Exchange Rates</i> ; IPSAS 33 , <i>First-time Adoption of Accrual Basis International Public Sector Accounting Standards (IPSASs)</i>	Clarify how to account for a transaction when an entity recognizes a non-monetary asset or non-monetary liability arising from the payment or receipt of advance consideration before the entity recognizes the related asset, expense or revenue. Note that references to “income” in these amendments will be replaced by the term “revenue”.
IPSAS 36 , <i>Investments in Associates and Joint Ventures</i>	Clarify that IPSAS 41*, <i>Financial Instruments</i> including its impairment requirements, applies to long-term interests. (Included in ED 66)

IFRS Convergence Amendments (3)

IPSAS	Amendment
IPSAS 41* , <i>Financial Instruments</i>	Amend the classification requirements so that particular financial assets with prepayment features that may result in reasonable negative compensation for the early termination of the contract are eligible to be measured at amortised cost or at fair value through other comprehensive income. (Included in ED 66)
IPSAS 37 , <i>Joint Arrangements</i>	Clarify the accounting for a previously held interest in a joint operation.
IPSAS 40 , <i>Public Sector Combinations</i>	Clarify the accounting for a previously held interest in a joint operation.

IFRS Convergence Amendments (4)

IPSAS	Amendment
IPSAS 5 , <i>Borrowing Costs</i>	Clarify that an entity includes borrowings made specifically to obtain a qualifying asset in general borrowings when that qualifying asset is ready for its intended use or sale.
IPSAS 39 , <i>Employee Benefits</i>	Require an entity to use the updated assumptions from the remeasurement associated with a change to a plan (an amendment, curtailment or settlement) to determine current service cost and net interest for the remainder of the reporting period after the change to the plan.

Approvals

ED 65



- No SMCs
- Sections requiring further review?
- Approve ED 65
- Agree consultation period
 - Staff proposes mid-July

ED 66



- No SMCs
- Sections requiring further review?
- Approve ED 66
- Agree consultation period
 - Timing dependent on IPSAS 41



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