



Agenda Item 8: Measurement

Dave Warren, Principal

David Watkins, Task Force Chair

IPSASB Meeting

March 10–13, 2020

New York, USA

Project management – Stock take

- 
- Road map – progress to date and future meeting plans
 - Board decisions – previous decisions taken and key future issues
 - Board instructions – satisfied with actions taken
 - Other issues?

Session Outline

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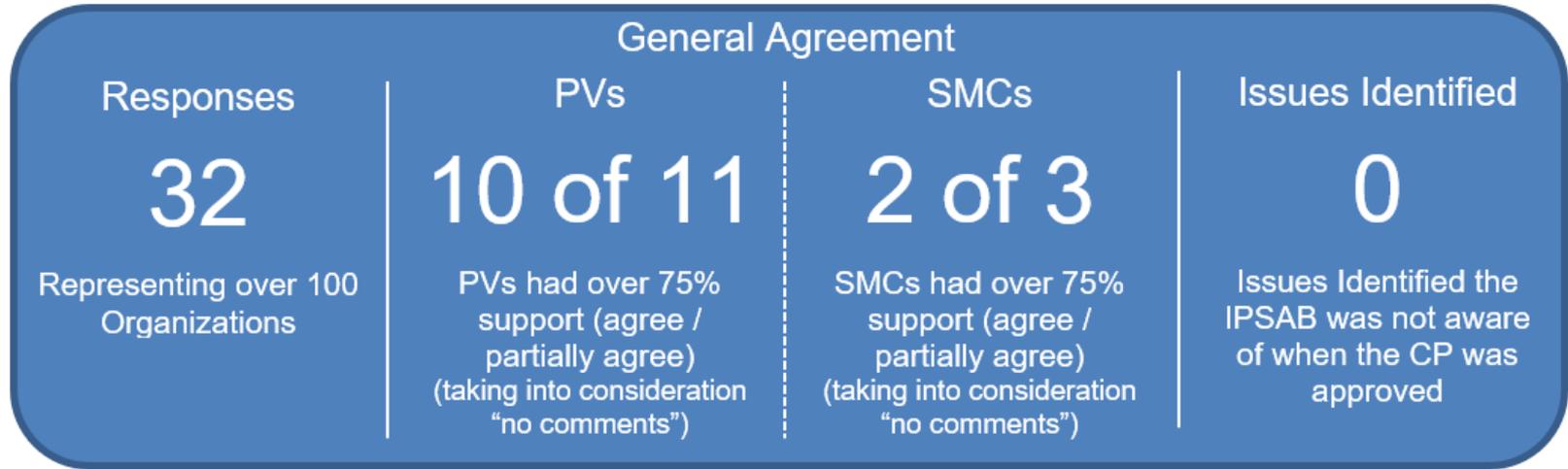
Overview of Responses

Borrowing Costs

Review of Responses

Next Steps

Overview of Responses



Session Outline

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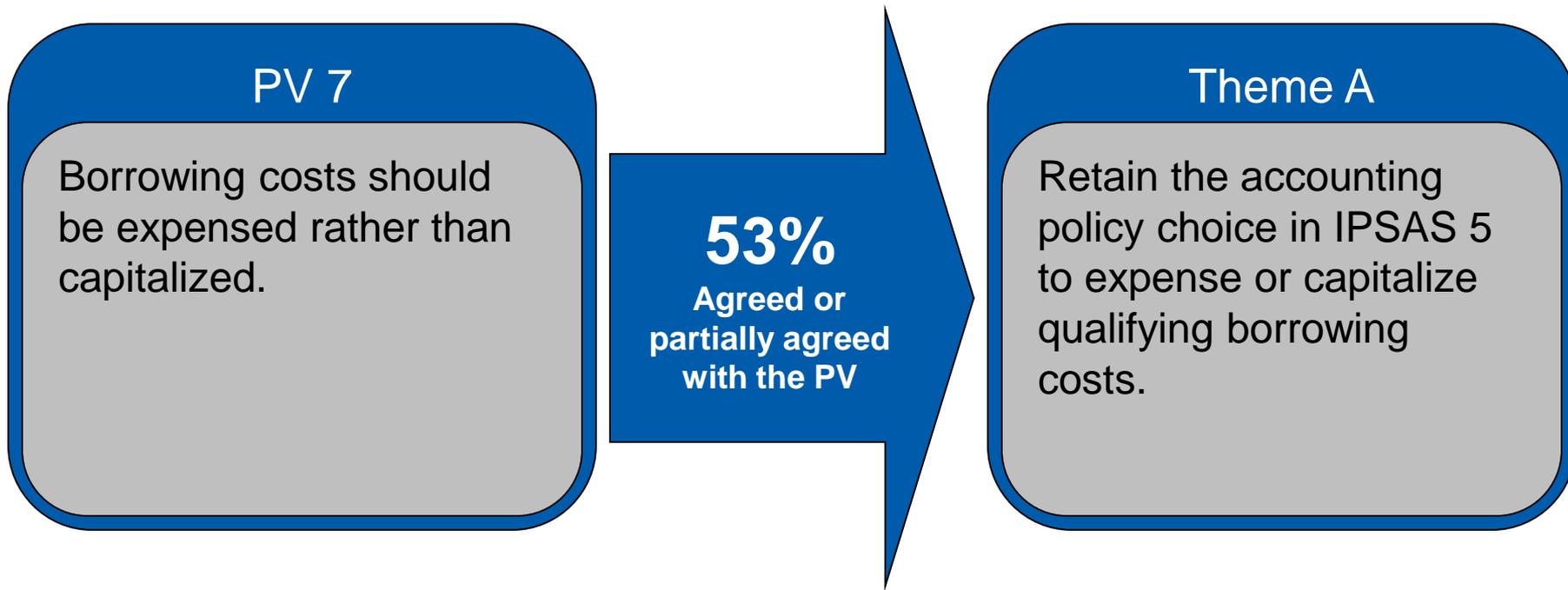
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Preliminary View 7 – Borrowing Costs (1/3)



Preliminary View 7 – Borrowing Costs (2/3)

The IPSASB has considered this issue more than once. Staff recommends the IPSASB close this issue by:

- Developing Basis for Conclusions; and
- Developing Application Guidance to clarify the terms “qualifying asset” and “direct expenditure”.
 - Staff compared IPSAS 5 and IAS 21 and concluded that there is no additional material in IAS 21 that would necessitate changes to the core text of IPSAS 5

Preliminary View 7 – Borrowing Costs (3/3)

Decision Required

- Does the IPSASB agree with the recommendation?

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Preliminary View 1 – Measurement Bases (1/2)

PV 1

Fair value, fulfillment value, historical cost and replacement cost require additional application guidance.

84%
Agreed or
partially agreed
with the PV

Recommendation

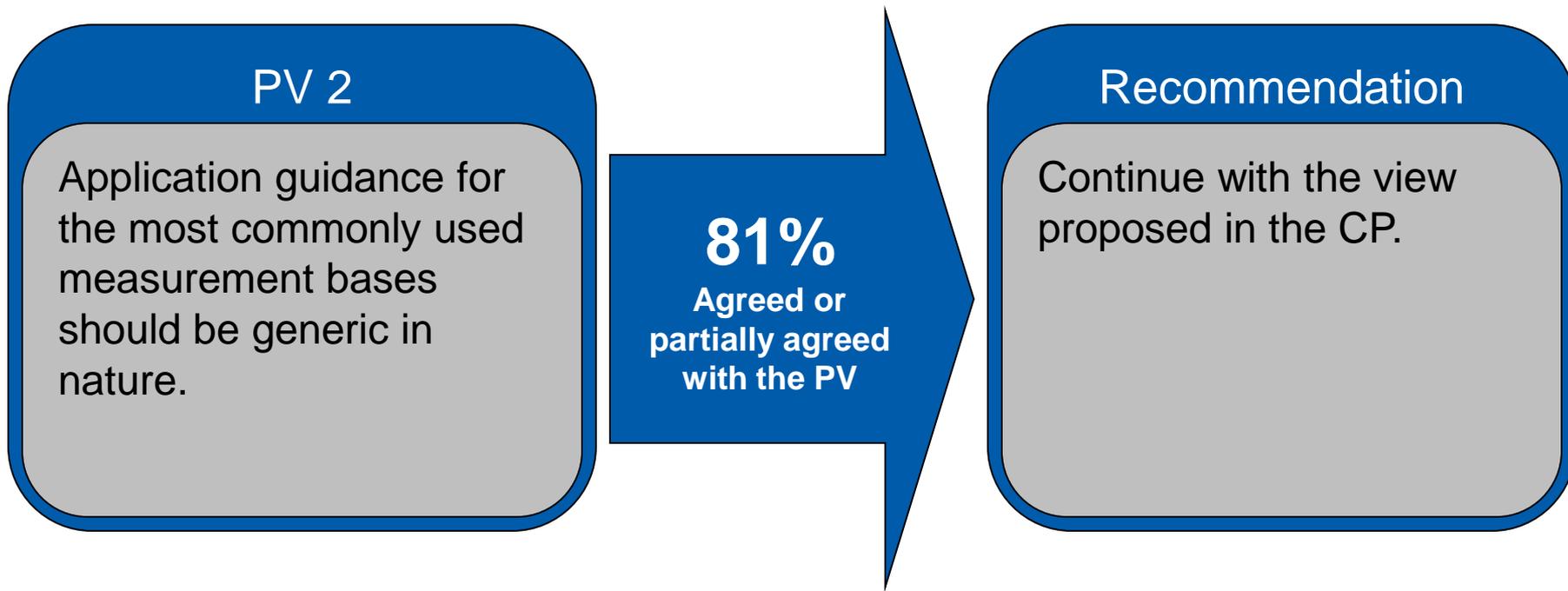
Revisit the measurement bases identified in the Conceptual Framework as part of the Conceptual Framework Limited Scope Update (Theme B).

Preliminary View 7 – Measurement Bases (2/2)

Decision Required

- Does the IPSASB agree with the recommendation?

Preliminary View 2 – Generic Guidance (1/2)

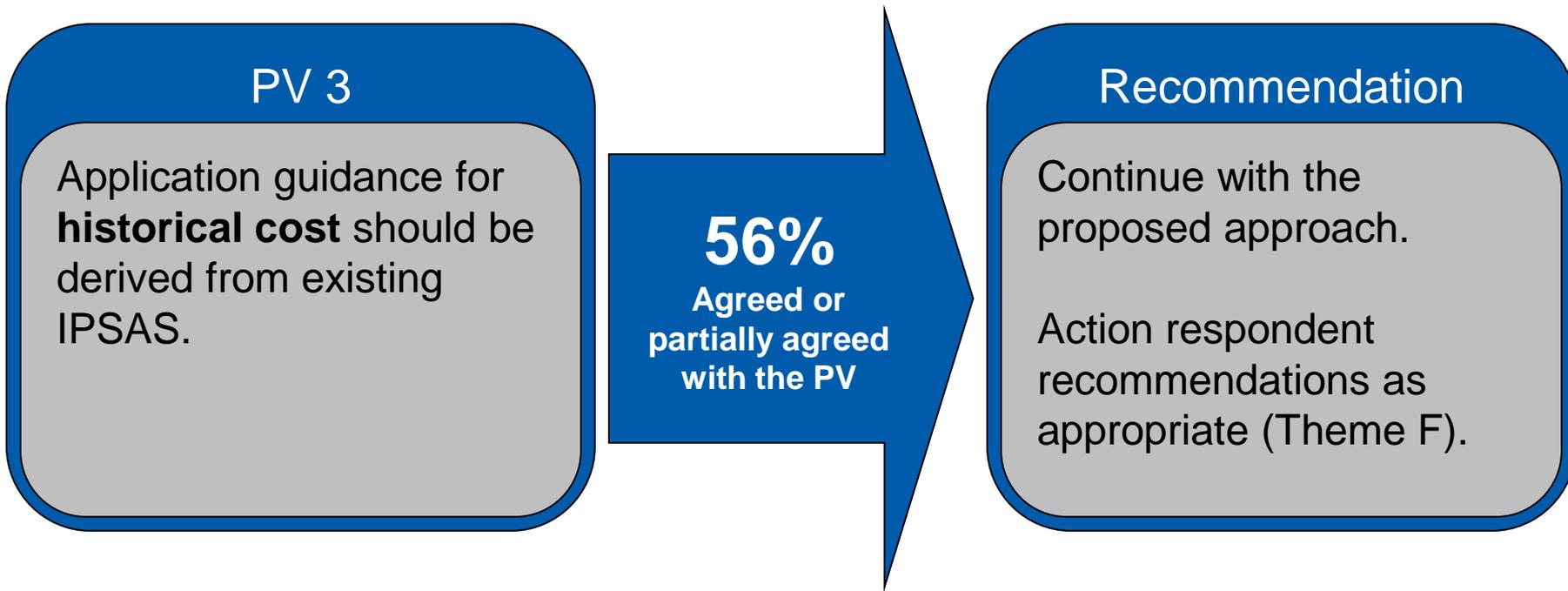


Preliminary View 2 – Generic Guidance (2/2)

Decision Required

- Does the IPSASB agree with the recommendation?

Preliminary View 3 – Historical Cost (1/2)

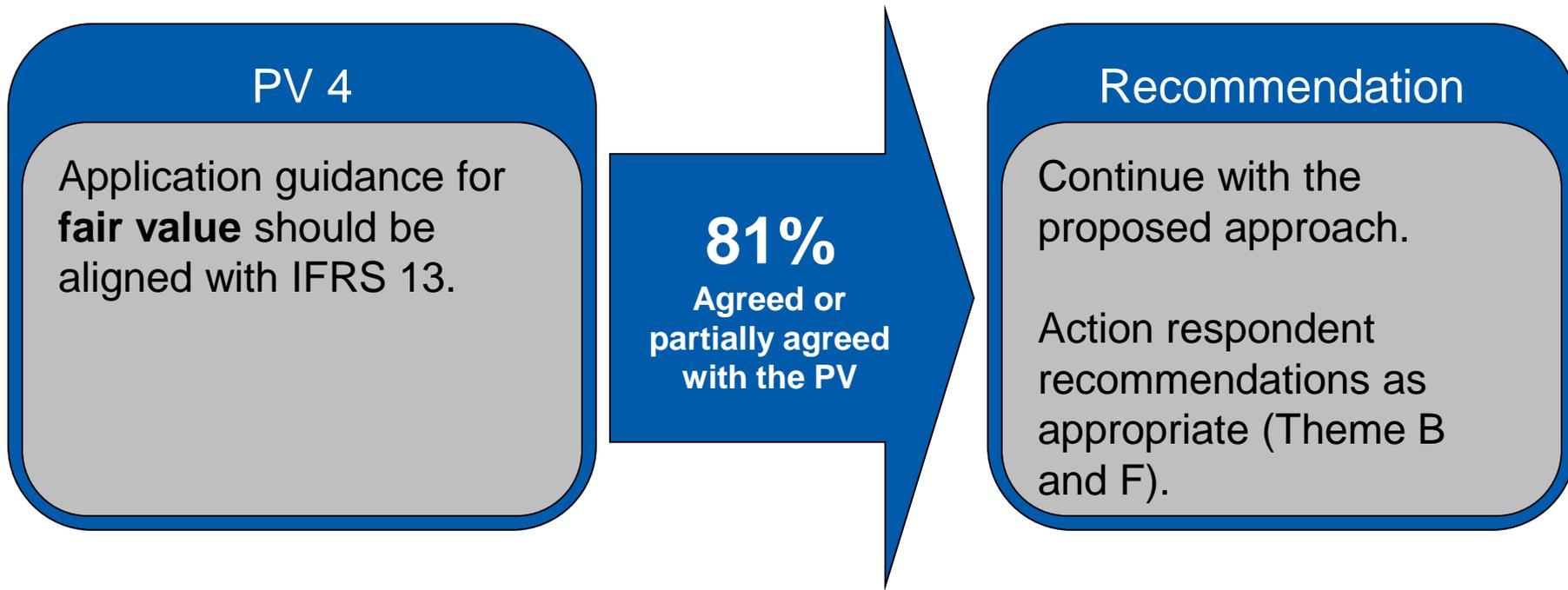


Preliminary View 3 – Historical Cost (2/2)

Decision Required

- Does the IPSASB agree with the recommendation?

Preliminary View 4 – Fair Value (1/3)



Preliminary View 4 – Fair Value (2/3)

PV 4

Application guidance for **fair value** should be aligned with IFRS 13.

81%

Agreed or
partially agreed
with the PV

Recommendation

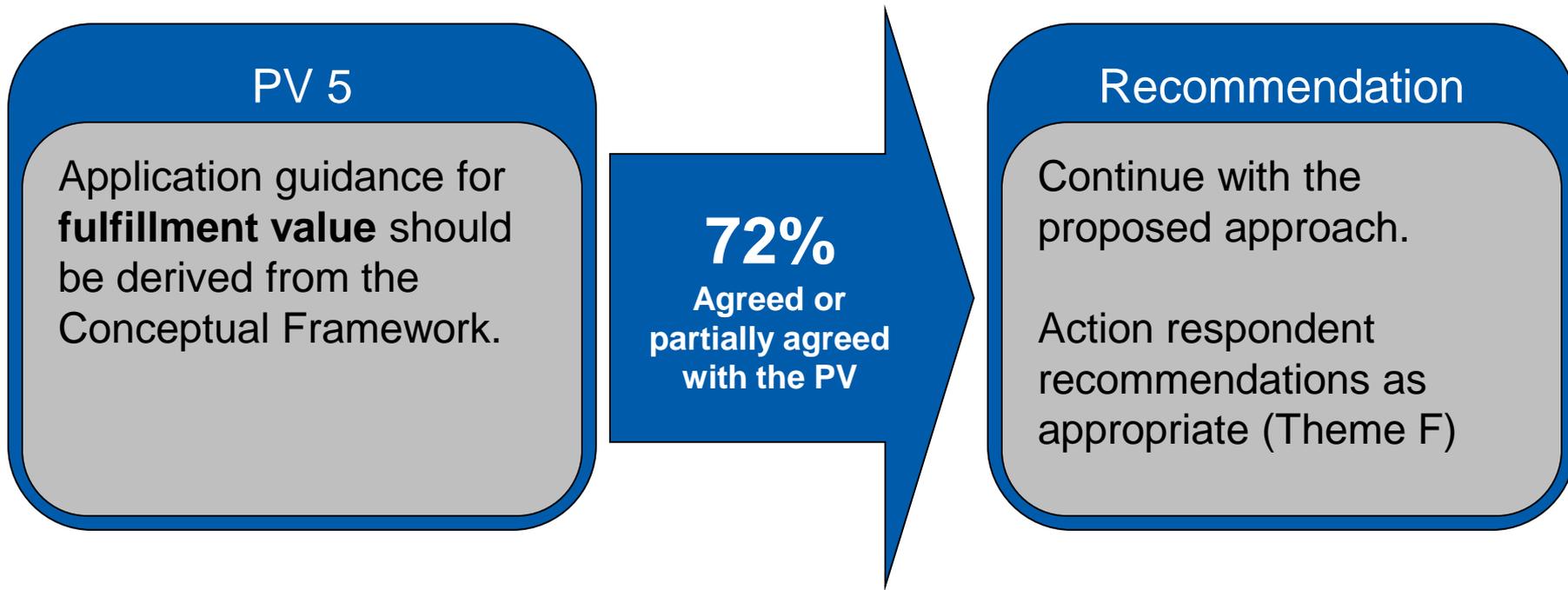
Address inconsistencies with the Conceptual Frameworks in conjunction with the Conceptual Framework Limited Scope Update Project (Theme C).

Preliminary View 4 – Fair Value (3/3)

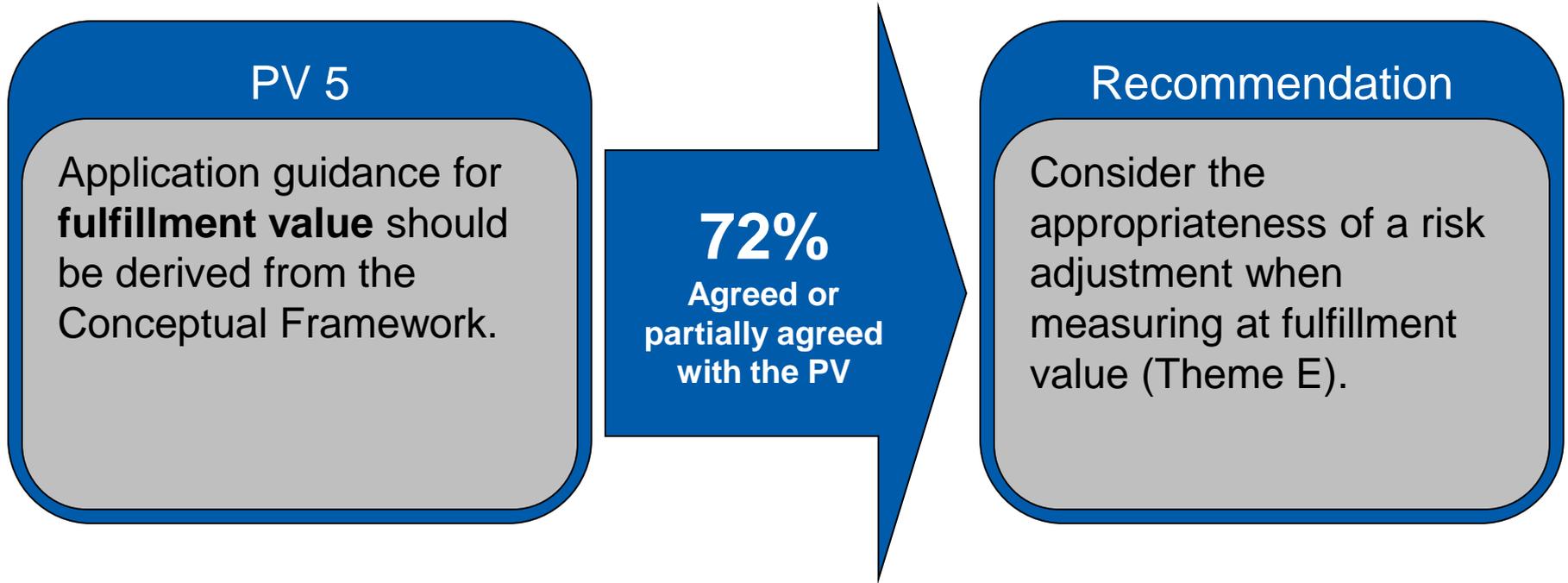
Decision Required

- Does the IPSASB agree with the recommendation?

Preliminary View 5 – Fulfillment Value (1/3)



Preliminary View 5 – Fulfillment Value (2/3)

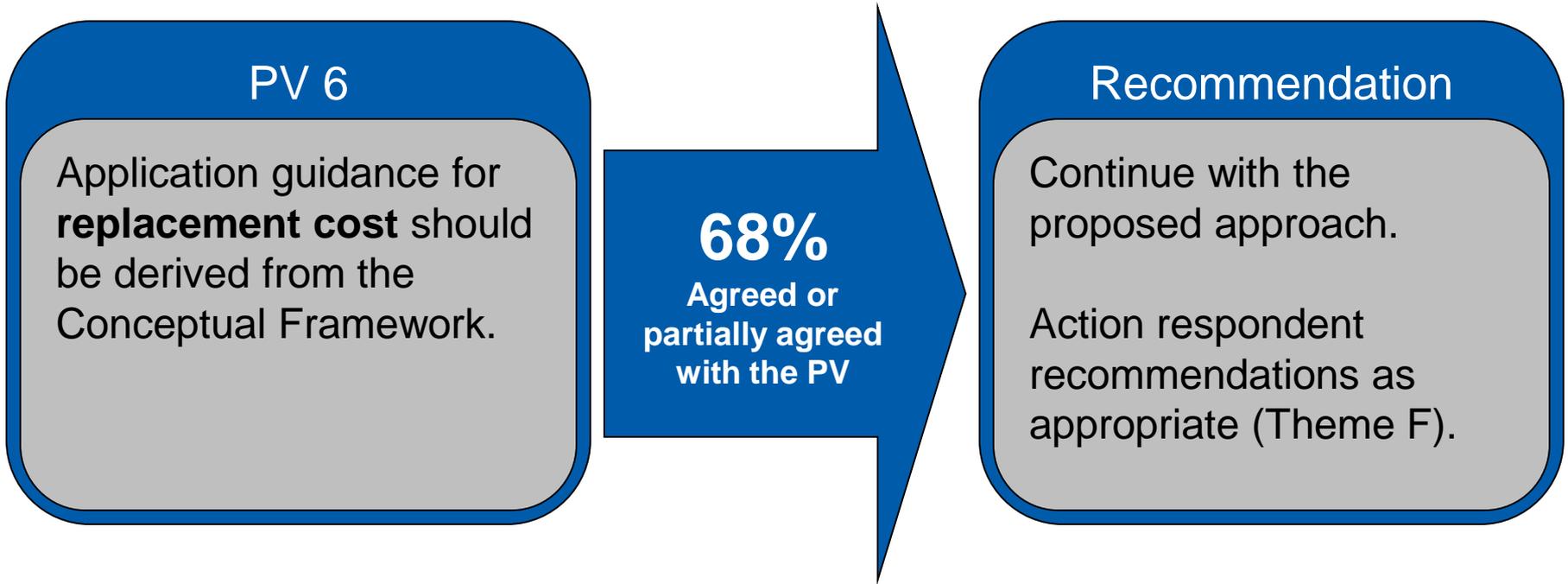


Preliminary View 5 – Fulfillment Value (3/3)

Decision Required

- Does the IPSASB agree with the recommendation?

Preliminary View 6 – Replacement Cost (1/2)



Preliminary View 6 – Replacement Cost (2/2)

Decision Required

- Does the IPSASB agree with the recommendation?

Preliminary View 8 – Transaction Costs Definition (1/2)

PV 8

Transaction costs are incremental costs directly attributable to the acquisition, issue or disposal of an asset or liability.

84%

Agreed or
partially agreed
with the PV

Recommendation

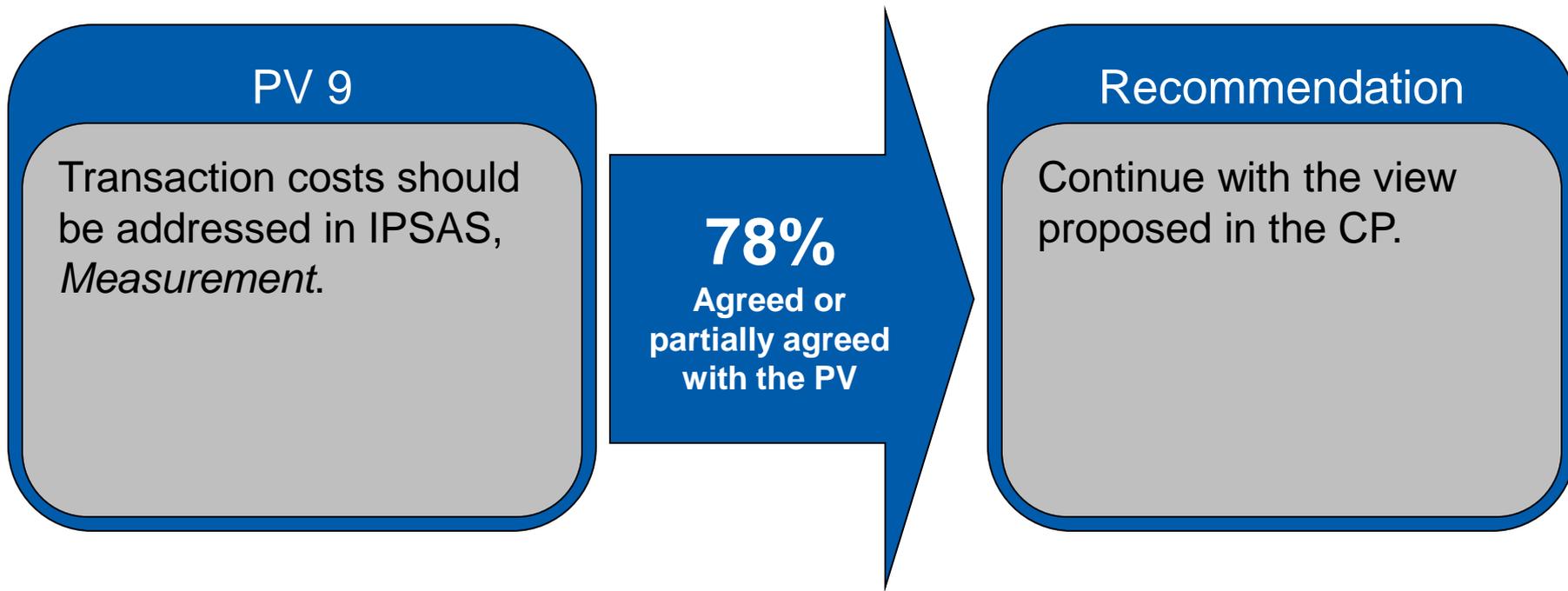
Continue with the view proposed in the CP.

Preliminary View 8 – Transaction Costs Definition (2/2)

Decision Required

- Does the IPSASB agree with the recommendation?

Preliminary View 9 – Transaction Costs Location of Guidance (1/2)

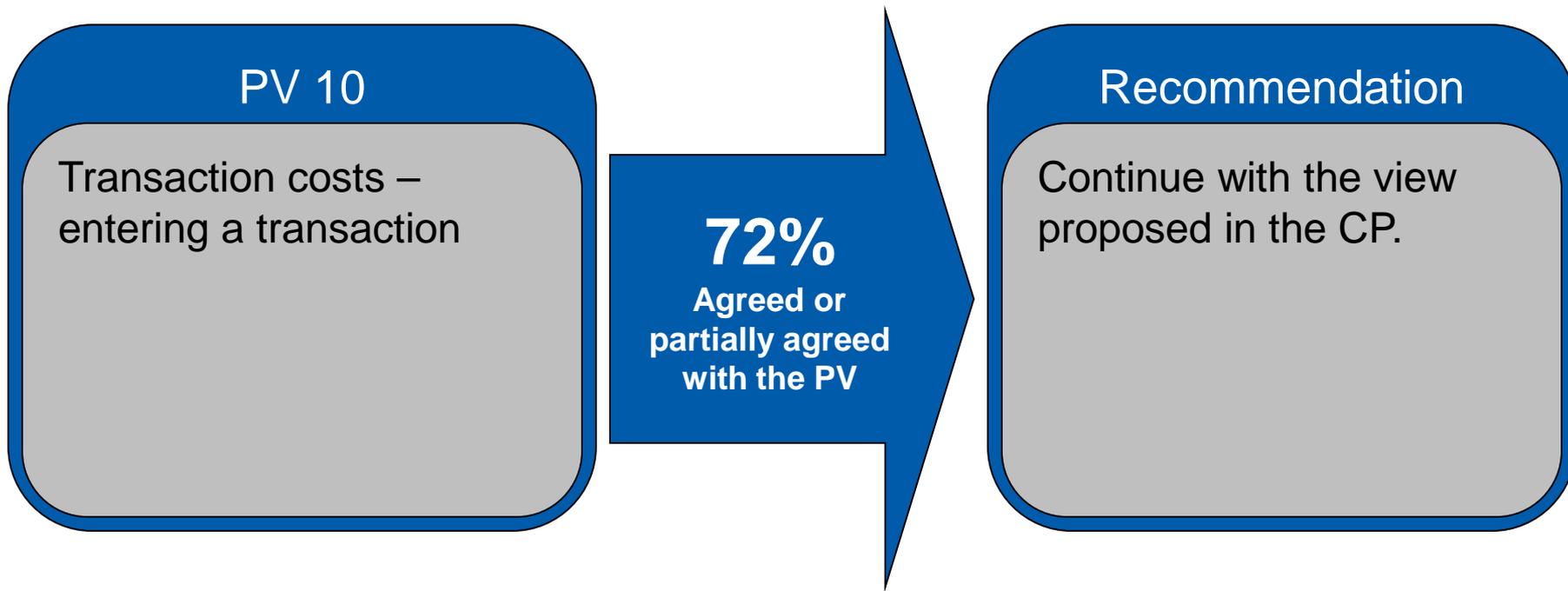


Preliminary View 9 – Transaction Costs Location of Guidance (2/2)

Decision Required

- Does the IPSASB agree with the recommendation?

Preliminary View 10 – Transaction Costs [Entry] (1/2)

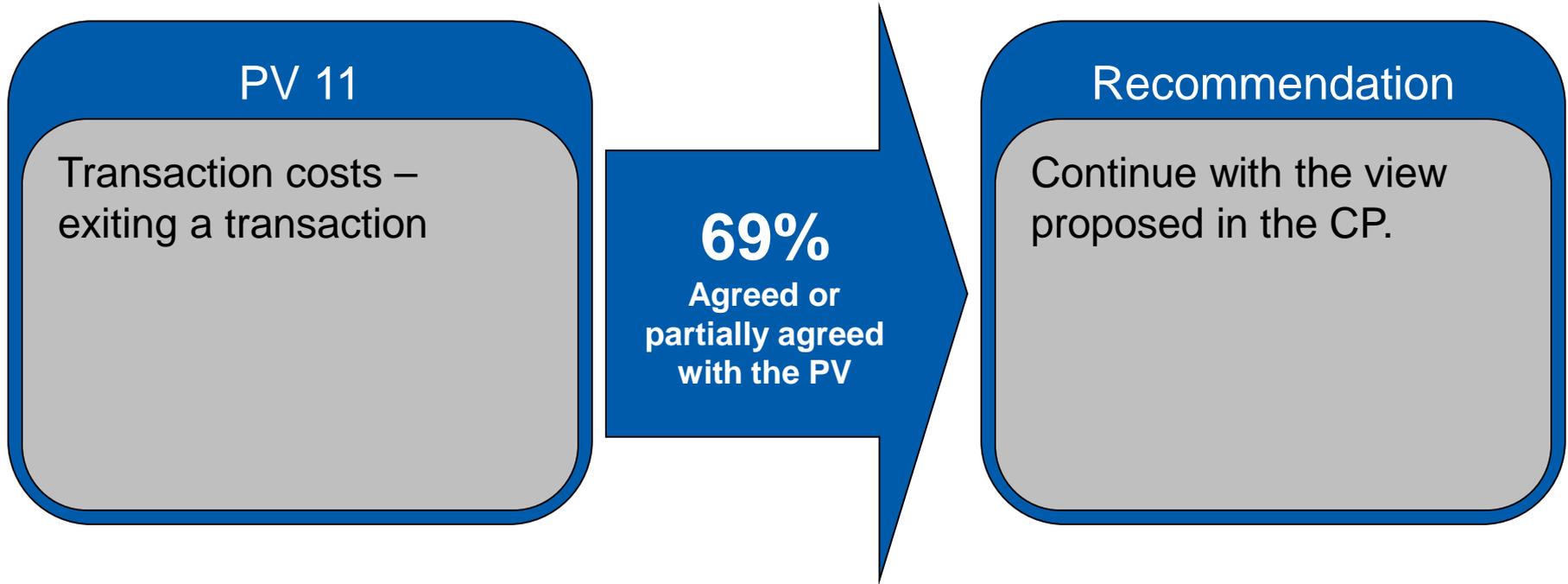


Preliminary View 10 – Transaction Costs [Entry] (2/2)

Decision Required

- Does the IPSASB agree with the recommendation?

Preliminary View 11 – Transaction Costs [Exit] (1/2)



Preliminary View 11 – Transaction Costs [Exit] (2/2)

Decision Required

- Does the IPSASB agree with the recommendation?

Specific Matter for Comment 1 – Definitions (1/2)

SMC 1

Do you agree the list of measurement definitions is exhaustive?

66%

Agreed or
partially agreed
with the PV

Recommendation

Consider the definitions holistically as part of the development of the ED (Theme H).

Specific Matter for Comment 1 – Definitions (2/2)

Decision Required

- Does the IPSASB agree with the recommendation?

Specific Matter for Comment 2 – Other Measurement Bases (1/2)

SMC 2

Do you agree equitable and synergistic value should be considered as an appropriate measurement basis in the public sector?

50%
Agreed or
partially agreed
with the PV

Recommendation

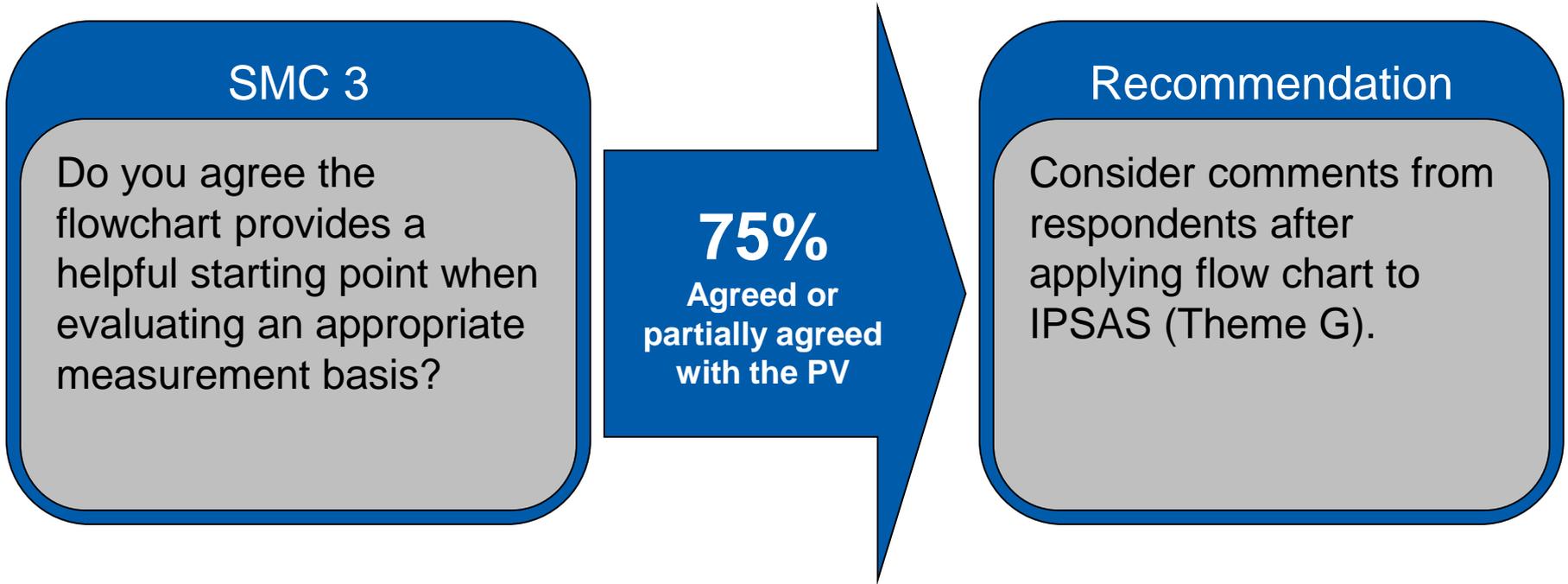
Revisit the measurement bases identified in the Conceptual Framework as part of the Conceptual Framework Limited Scope Update (Theme B).

Specific Matter for Comment 2 – Other Measurement Bases (2/2)

Decision Required

- Does the IPSASB agree with the recommendation?

Specific Matter for Comment 3 – Flowcharts (1/2)



Specific Matter for Comment 3 – Flowcharts (2/2)

Decision Required

- Does the IPSASB agree with the recommendation?

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Q2 Task Force

- Conceptual Framework Issues
- Fair Value
- Measurement Bases

Q3 Task Force

- Fulfillment Value
- Flow Charts
- EDs / Consequential

Q2 IPSASB

- Conceptual Framework Issues
- Fair Value
- Measurement Bases

Q3 IPSASB

- Review all materials



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