

**Meeting:** International Public Sector Accounting  
Standards Board

**Meeting Location:** Brussels, Belgium

**Meeting Date:** September 17–20, 2024

## Agenda Item 4




For:




- ☒ Approval  
☐ Discussion  
☐ Information

### OTHER LEASE-TYPE ARRANGEMENTS

<b>Project summary</b>	Develop additional guidance identifying and addressing lease-related accounting issues associated with lease-type arrangements.	
<b>Project staff lead</b>	<ul style="list-style-type: none"> <li>João Fonseca, Principal</li> </ul>	
<b>Task Force members</b>	<ul style="list-style-type: none"> <li>Lynn Pamment, IPSASB Member (Task Force Chair)</li> <li>Abdullah Al-Mehthil, IPSASB Member</li> <li>Andrew van der Burgh, IPSASB Member</li> <li>Claudia Beier, IPSASB Member</li> </ul>	
<b>Meeting objectives</b>	<b>Topic</b>	<b>Agenda Item</b>
<b>Project management</b>	<a href="#">Final Pronouncement Dashboard</a>	<a href="#">4.1.1</a>
	<a href="#">Instructions up to Previous Meeting</a>	<a href="#">4.1.2</a>
	<a href="#">Decisions up to Previous Meeting</a>	<a href="#">4.1.3</a>
	<a href="#">Project Roadmap</a>	<a href="#">4.1.4</a>
<b>Decisions required at this meeting</b>	<a href="#">[draft] Basis for Conclusions to Concessionary Leases and Other Arrangements Conveying Rights over Assets (Amendments to IPSAS 43, IPSAS 47, and IPSAS 48)</a>	<a href="#">4.2.1</a>
<b>Other supporting items</b>	<a href="#">Supporting Document 1 – [draft] Basis for Conclusions of Final Pronouncement: Concessionary Leases and Other Arrangements Conveying Rights over Assets (Amendments to IPSAS 43, IPSAS 47, and IPSAS 48)</a>	<a href="#">4.3.1</a>

**OTHER LEASE-TYPE ARRANGEMENTS:  
FINAL PRONOUNCEMENT DASHBOARD**

Topic	Past Meetings	September 2024
<b>Final Pronouncement</b>		
Review and Approval of Final Pronouncement		
Effective Date		
Basis for Conclusions		

Legend	
	Task Completed
	Planned IPSASB Discussion
	Page-by-page Review

**INSTRUCTIONS UP TO PREVIOUS MEETING**

Meeting	Instruction	Actioned
June 2024	1. No instructions.	1. N/A

## DECISIONS UP TO PREVIOUS MEETING

Meeting	Decision	BC Reference
June 2023	1. There were no decisions.	1. N/A
September 2023	1. Principles proposed in ED 84 should proceed for the Final Pronouncement.	1. See paragraphs BC125, BC130, BC157–BC170 and BC187–BC189 of IPSAS 43 in <a href="#">Agenda Item 12.3.1</a> of the December 2023 meeting.
	2. The Final Pronouncement should have a section on consequential amendments to IPSAS 47, <i>Revenue</i> drawn from ED 84 proposed amendments to IPSAS 23, <i>Revenue from Non-Exchange Transaction (Taxes and Transfers)</i> .	2. See <a href="#">Agenda Item 12.3.1</a> of the December 2023 meeting.
December 2023	1. Scope of IPSAS 48, <i>Transfer Expenses</i> should not be amended;	1. IPSAS 48.BC46–BC47.
	2. Final Pronouncement should have an effective date of January 1, 2027;	2. IPSAS 43.BC204–BC205 and IPSAS 47.BC158–BC159.
	3. Effective date of IPSAS 43, <i>Leases</i> should be retained;	3. IPSAS 43.BC206.
	4. Amendments to IPSAS 23 should not be included in the Final Pronouncement;	4. IPSAS 43.BC105–BC110 and IPSAS 47.BC141–BC146.
	5. Subject to exposure, amendments to IPSAS 47 should be included in the Final Pronouncement;	5. Amendments to IPSAS 47 are included in the Final Pronouncement.
	6. Respondents' suggestions on concessionary leases for lessors, lessees, and right-of-use assets in-kind identified in Appendices A.1 should be included in the Final Pronouncement;	6. IPSAS 43.BC111–BC203 and IPSAS 47.BC147–BC157.
	7. Respondents' suggestions on concessionary leases for lessors, lessees, and right-of-use assets in-kind identified in Appendices A.2 should not be included in the Final Pronouncement; and	7. IPSAS 43.BC111–BC203 and IPSAS 47.BC147–BC157.
	8. Draft Basis for Conclusions identified in Agenda Item 12.3.1 should proceed for Final Pronouncement.	8. IPSAS 43.BC111–BC203 and IPSAS 47.BC147–BC157.
March 2024	1. Additional guidance on the “reasonable level of effort” should not be added in the authoritative part of the Final Pronouncement.	1. IPSAS 43.BC167–BC168.
	2. The wording “not readily available” should not be replaced with the wording “impracticable” in proposed IPSAS 43.26C.	2. IPSAS 43.BC167–BC168.
	3. The wording “market terms” should be retained in IPSAS 43.26A.	3. IPSAS 43.BC167–BC168.

## Agenda Item 4.1.3

Meeting	Decision	BC Reference
June 2024	1. Respondents' suggestions on IPSAS 47 and IPSAS 48 identified in Appendix A.1 of agenda items 4.2.2, 4.2.3, and 4.2.4 should be included in the Final Pronouncement.	1. IPSAS 43.BC111–BC203 and IPSAS 47.BC147–BC157.
	2. Respondents' suggestions on IPSAS 47 and IPSAS 48 identified in Appendix A.1 of agenda items 4.2.2, 4.2.3, and 4.2.4 should not be included in the Final Pronouncement.	2. IPSAS 43.BC111–BC203 and IPSAS 47.BC147–BC157.
	3. The miscellaneous issues identified in agenda items 4.2.5 should be actioned according to staff's recommendations.	3. IPSAS 47.BC154–BC155.
	4. The title of the Final Pronouncement should be: <i>Concessionary Leases and Other Arrangements Conveying Rights over Assets</i> (Amendments to IPSAS 43, IPSAS 47, and IPSAS 48).	4. See title of Final Pronouncement.
	5. The amendments to IPSAS 43, <i>Leases</i> and IPSAS 47, <i>Revenue</i> should have an effective date of January 1, 2027.	5. IPSAS 43.BC204–BC205 and IPSAS 47.BC158–BC159.

**OTHER LEASE-TYPE ARRANGEMENTS:  
PROJECT ROADMAP**

Meeting	Completed Actions or Discussions / Planned Actions or Discussions:
December 2020	1. Approve Request for Information (RFI), <i>Concessionary Leases and Other Arrangements Similar to Leases</i>
December 2022	1. Exposure Draft 84: Approval 2. Feedback Statement
June 2023	1. Exposure Draft 84: High-level review of responses and project direction
September 2023	1. Discussion of issues
December 2023	1. Discussion of issues 2. Develop [draft] Final Pronouncement
March 2024	1. Discussion of issues 2. Review and Approval of [draft] Exposure Draft 88
June 2024	1. Review of Responses to Exposure Draft 88 2. Review and Approval of [draft] Final Pronouncement, <i>Concessionary Leases and Other Arrangements Conveying Rights over Assets</i> (Amendments to IPSAS 43, IPSAS 47, and IPSAS 48)
September 2024	1. Review of Basis for Conclusions to <i>Concessionary Leases and Other Arrangements Conveying Rights over Assets</i> (Amendments to IPSAS 43, IPSAS 47, and IPSAS 48)

**[draft] Basis for Conclusions to *Concessionary Leases and Other Arrangements Conveying Rights over Assets* (Amendments to IPSAS 43, IPSAS 47, and IPSAS 48)**

**Question**

1. Does the IPSASB agree that the [draft] Basis for Conclusions to *Concessionary Leases and Other Arrangements Conveying Rights over Assets* (Amendments to IPSAS 43, IPSAS 47, and IPSAS 48) presented in [Agenda Item 4.3.1](#) reflect the IPSASB's decisions in the Final Pronouncement?

**Recommendation**

2. Staff and Task Force recommend the IPSASB the [draft] Basis for Conclusions to *Concessionary Leases and Other Arrangements Conveying Rights over Assets* (Amendments to IPSAS 43, IPSAS 47, and IPSAS 48) presented in [Agenda Item 4.3.1](#).

**Background**

3. At the June 2024 meeting, the IPSASB approved *Concessionary Leases and Other Arrangements Conveying Rights over Assets* (Amendments to IPSAS 43, IPSAS 47, and IPSAS 48) and instructed staff to bring for the September 2024 meeting the [draft] Basis for Conclusions.

**Analysis**

4. [Agenda Item 4.3.1](#) presents the [draft] Basis for Conclusions to *Concessionary Leases and Other Arrangements Conveying Rights over Assets* (Amendments to IPSAS 43, IPSAS 47, and IPSAS 48).
5. The [draft] Basis for Conclusions was drawn taking into consideration that the IPSASB:
  - (a) Issued a [Request for Information](#) and two Exposure Drafts ([Exposure Draft 84](#) and [Exposure Draft 88](#)) during the development of the Final Pronouncement; and
  - (b) Considered the comment letters to the Request for Information and both Exposure Drafts.
6. Task Force members and several IPSASB members that volunteered suggestions to the Basis for Conclusions reviewed the [draft] Basis for Conclusions during Q3 of 2024.
7. Staff and Task Force recommend the IPSASB the [draft] Basis for Conclusions to *Concessionary Leases and Other Arrangements Conveying Rights over Assets* (Amendments to IPSAS 43, IPSAS 47, and IPSAS 48).

**Decision Required**

8. Does the IPSASB agree with the staff and Task Force's [recommendation](#)?

**Supporting Document 1 – [draft] Basis for Conclusions to *Concessionary Leases and Other Arrangements Conveying Rights over Assets* (Amendments to IPSAS 43, IPSAS 47, and IPSAS 48)**