

POST- IMPLEMENTATION REVIEWS

IPSASB Meeting – September 2024

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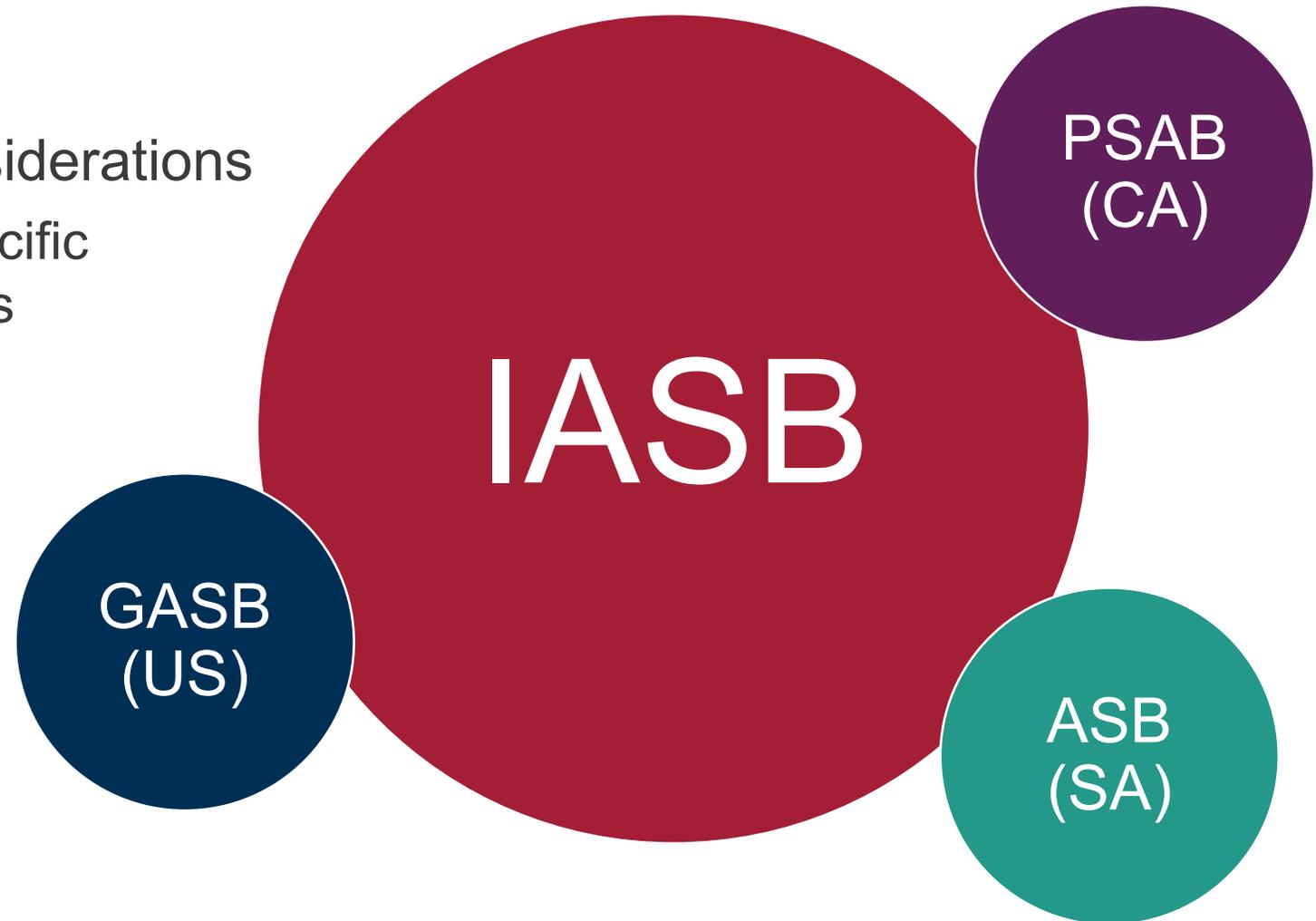
Post-Implementation Reviews – Key Considerations

Background

- Strategy and Work Program 2024-2028 allocated resources to a post-implementation review (PIR) process as part of the maintenance of IPSAS
- Respondents strongly supported creating a PIR process
- Majority of respondents suggested using IASB's PIR process as a starting point

Overall Development Approach

- Start with IASB process
- Add on public sector considerations
 - Look to public sector-specific national standards setters



Objective of a Post-Implementation Review

“To assess whether the effects of applying new requirements on the users of financial statements, preparers, auditors, and regulators are as intended when the IPSASB developed those new requirements.”

- Assessment includes consideration of:
 - Clarity and suitability of core objectives or principles
 - Whether there are questions about specific aspects of applying the principles
 - Benefits and costs from the new requirements compared to expectations
 - How contentious matters during standard setting and developments since the new requirements were issued are being addressed in practice

Standard Selection Process

Timing

- Start PIRs 5 years after effective date of a new standard or significant amendment

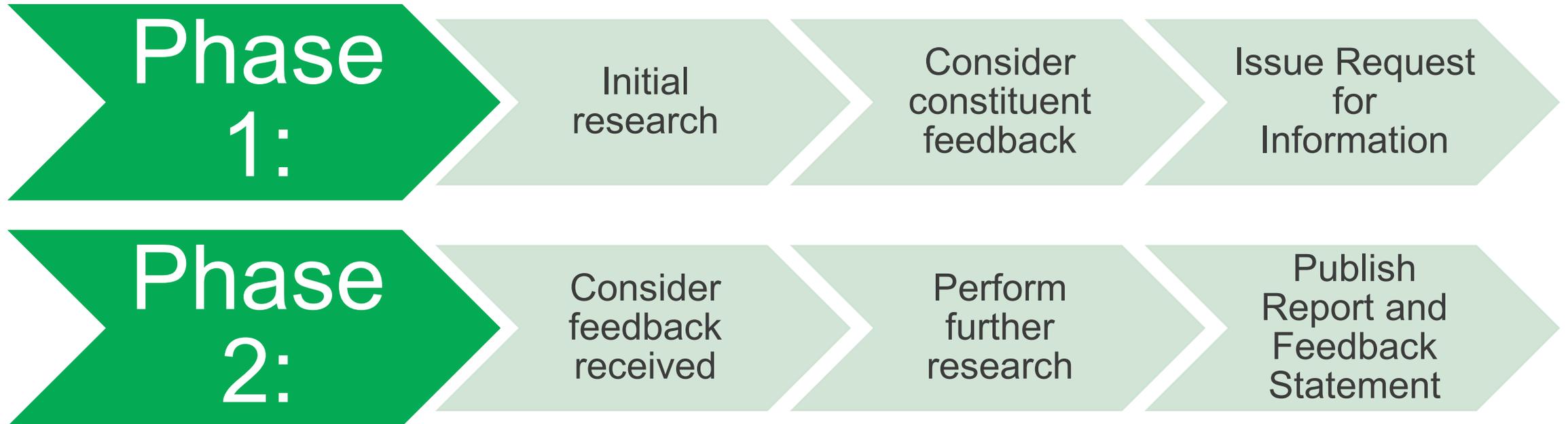
Focus

- Public sector-specific IPSAS
- Public sector adaptations in IFRS-aligned IPSAS
- Issues arising from applying IFRS in a public sector context

Grouping of Standards

- Reviewing standards by themes based on groupings in ED 91 will result in efficiencies in identifying issues in practice

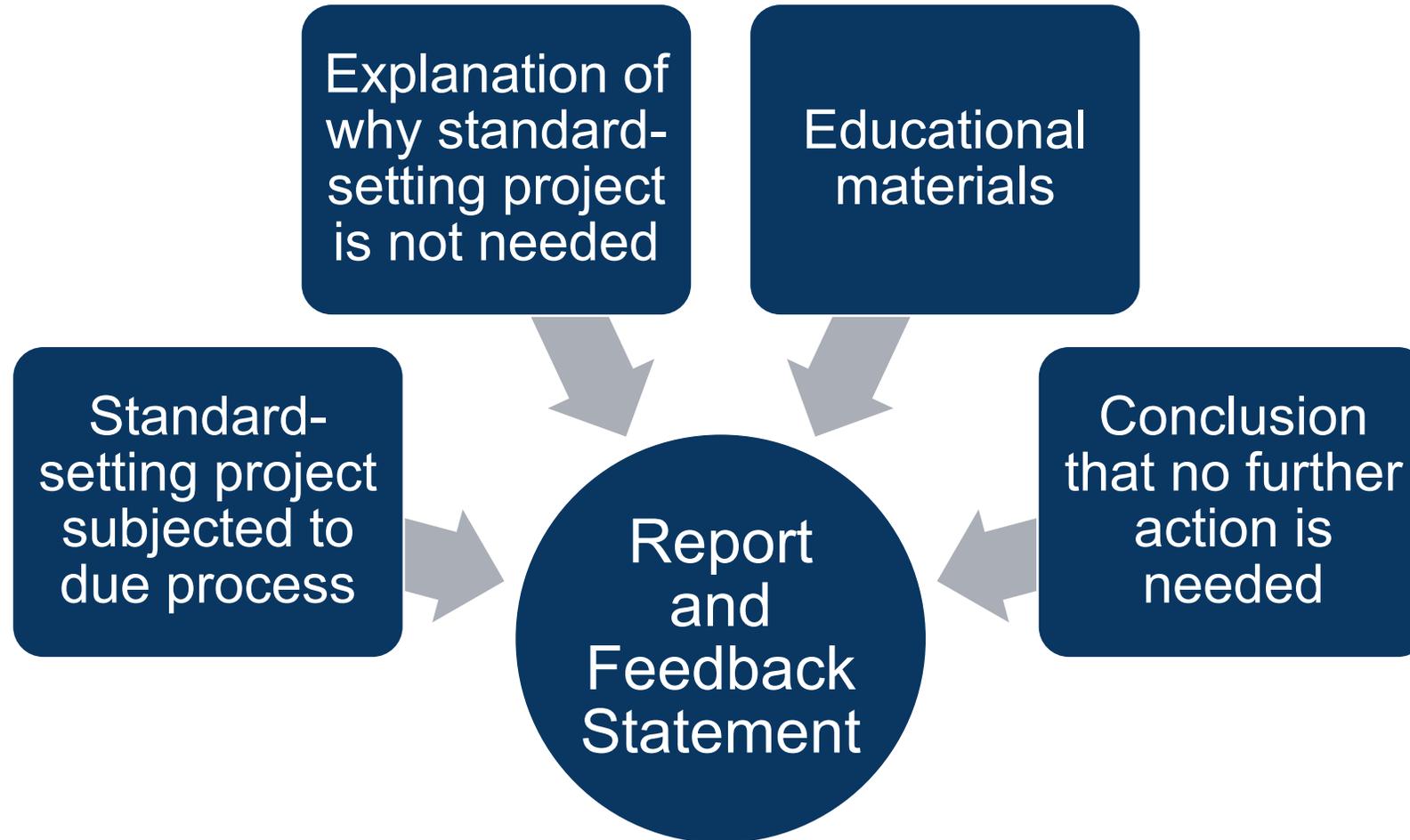
Activities to be Undertaken



Evaluation Criteria

- Action may be needed if:
 - Fundamental questions or fatal flaws in core principles or objectives exist
 - Benefits to users are lower than expected
 - Cost of applying, auditing, or enforcing new requirements are higher than expected
- Matters are prioritized based on the following:
 - Matter has substantial consequences
 - Matter is pervasive
 - Matter arises from a financial reporting issue and can be addressed by the IPSASB
 - Benefits of action are expected to outweigh the costs

Possible Outcomes & Reporting



Next Steps

- Staff will consider feedback from this meeting and develop formal terms of reference and a detailed process for Post-Implementation Reviews
 - To be presented to the IPSASB at the December 2024 meeting

