Agenda Item 4: Technical Director’s Review of Work Plan

John Stanford, Technical Director

IPSASB Meeting
December 5–8, 2017
Toronto, Canada
Objectives of Agenda Item (paras. 1 & 2)

• Receive Technical Director’s Report

• **Note** work plan on Day One and **discuss** on Day Three in light of meeting developments
Day One
Summary of Changes Agreed at September 2017 Meeting (para. 3) & Handbook

- ED 64, *Leases*, not approved at September meeting
- Approval expected at this meeting
- Approval of final pronouncement back to June 2019

- 2017 Handbook taken down from website as result of problems with the new electronic conversion process
Day Three
Review of the Work Plan (1) (paras. 4-7)

- Instruction to Staff and Chair to review work plan and introduce updated, more realistic plan
- Identification of expected issues and dependencies
- Assumptions that:
  - Preliminary Views in Consultation Papers and proposals in Exposure Drafts generally supported
  - Full staff complement from March 2018 (eight technical staff supported by Head of Office Administration and Events)
• Agenda items scheduled for projects for all meetings outside consultation periods except Heritage and Infrastructure (deferred until 2018 following this meeting)

• May be necessary to modify agendas & reduce number of projects at some meetings

• Appendix A includes analysis of timelines for previous projects. Timelines in this work plan broadly consistent with analysis
  • ED development most resource intensive phase
Financial Instruments Projects

- Update to IPSAS 28-30: existing timeline appropriate with approval of final pronouncement: September 2018
- Dependent on recruitment of staff member to support Deputy Director
- Public Sector Financial Instruments (PSFI) : existing timeline appropriate with approval of ED: June 2019 and final pronouncement: H2 2020
- ED PSFI cannot be issued before approval of IPSAS, Update to IPSAS 28-30

Leases

- Approval of ED 64, Leases, in December 2017 with IPSAS in June 2019
- No dependencies identified
- Constituent response to lessor accounting proposals an uncertainty
Social Benefits & Revenue

Social Benefits

• Existing timeline for approval of IPSAS appropriate: December 2018
• Range of options under obligating event approach a complicating factor that could lead to delays

Revenue

• Revised work plan more detailed with three streams:
  I.  *Revenue from Contracts with Customers (IFRS 15)*: ED March 2019, IPSAS H1 2020
  II. *Revenue: Limited Update of IPSAS 23, Revenue from Non-Exchange Transactions (Taxes & Transfers)*: ED March 2019; IPSAS H1 2020
  III. *Revenue: Grants and Other Transfers (Category B Transactions)*: ED September 2019; IPSAS H1 2021
• Stream *iii.* dependent on prior completion of stream *i*
Non-Exchange Expenses

• Revised work plan more detailed with two streams
  
  I. Non-Exchange Expenses: Collective and Individual Services: ED March 2019; IPSAS H1 2020
  II. Non-Exchange Expenses: Grants and Other Transfers: ED September 2019; IPSAS H1 2021

• i) Linked to extended obligating event approach in ED 63, Social Benefits
• ii) Linked to performance obligation approach in Revenue: Grants and Other Transfers (Category B Transactions) and possibly Revenue: Limited Update of IPSAS 23 for capital grants without performance obligations or stipulations
Public Sector Measurement, Infrastructure Assets and Heritage

- Revised approach outlined in September 2017
- Adoption of approach to be decided at this meeting
- CP/ED Hybrid for Public Sector Measurement
  - CP will incorporate ED, Principles of Measurement, and explanation of impact on suite of IPSAS
  - Subsequent full ED with consequential amendments
- Infrastructure and Heritage dependent on Public Sector Measurement
- Proposal to put Infrastructure and Heritage on hold until December 2018 following this meeting
Heritage and Infrastructure moving forward as essentially additional AG material to IPSAS 17 and the new PS Measurement IPSAS

- Recognition in IPSAS 17
- Measurement in new PS Measurement IPSAS
Agenda Item 4—Work Plan

Project Alignment: Proposed Future Guidance

Locations

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**Other Projects**

**Improvements**

- Staff propose bringing *Improvements to IPSAS 2018* forward to March 2018 for ED approval
- Preparatory work underway

**Strategy and Work Plan**

- No change to timelines
- Consultation document for approval at this meeting
- Finalization of *Strategy and Work Plan 2019-2023*: December 2018
Uncertainties Regarding the Work Plan and In-Depth Annual Review (para. 29)

- Numerous uncertainties
- Standing review items for first three meetings of year (as currently)
- In-depth review at December meeting with similar format to this review
- December 2018 in-depth review coincides with Strategy & work Plan approval
- Acceleration
Question for IPSAB (para.30)

• Consider proposed work plan, approve or instruct any changes