

Government Business Enterprises (GBEs)

Agenda Item 6

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Major Issues

- Definition
- GAAP – IFRSs appropriate?
- Consolidation

Definition

Does it need to be revised?

- Should it include entities that do not aim to make a profit, only aspire to cover costs?
- What about groups which have some entities for profit, some for cost recovery?
- Is “not reliant on continuing government funding....”clear?
- Does it deal with SPVs as indicated by IMF-IPSASB Joint Task Force?

Accounting – IFRSs?

Issues

- Do IFRSs continue to be appropriate?
- Considerations:
 - Whether definition changes
 - If definition unchanged – are IFRSs appropriate for full cost recovery GBEs?
 - If definition changes – stick with IFRSs?

Consolidation of GBEs

To be addressed in update of IPSAS 6

Next Steps

- Detailed discussion of definition issues
- Subsequent impact on accounting i.e. consider whether IFRSs appropriate
- Consider nature of consultation – CP or ED?

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