

## **Agenda Item 3: Social Benefits**

Paul Mason

IPSASB Meeting

March 10-13, 2014

Santiago, Chile

## Session Objective (Issues Paper paragraph 1)

- To **review** the Issues Paper
- To **approve** the Consultation Paper (CP)  
*Recognition and Measurement of Social Benefits.*

## Project Timeline: Next Steps

### Approval

- March 2015 Meeting
- Publication in April 2015

### Comment Period

- Four or Six Months?
- Ends August 2015 or October 2015

### Review Of Responses

- Initial Feedback September or December 2015
- Detailed Review December 2015 or March 2016

# Matter for Consideration 1: Restructuring of the CP (Issues Paper paragraph 5)

1	Introduction	1
2	Social Benefits GFS	} 2
3	IPSASs Scope Definitions	
4	Identification of Options QCs	3
5	Option 1 – Obligating Event Approach	
6	Option 2 – Social Contract Approach	4
7	Option 3 – Insurance Approach	
8	Objective Presentation Approach	5
9	Complex Issues Exclusions	6

# Matter for Consideration 1: Restructuring of the CP (Issues Paper paragraph 5)

1	Introduction	Objective	1	
2	Social Benefits	IPSASs	GFS	} 2
3	Scope	Exclusions	Definitions	
4	Identification of Options			3
5				
6	Option 1 – Obligating Event Approach			4
7				
8	Option 2 – Social Contract Approach			5
9	Option 3 – Insurance Approach			6

## Matters for Consideration 1 & 3: Restructuring of the CP (Issues Paper paragraphs 5 & 6)

### The IPSASB is asked to:

- **Indicate whether it supports** the restructuring of the Consultation Paper
  - Alternatively **to agree** any changes that are required
- **Decide** whether to delete paragraphs 2.41 and 2.42
  - Administrative arrangements and funding mechanisms

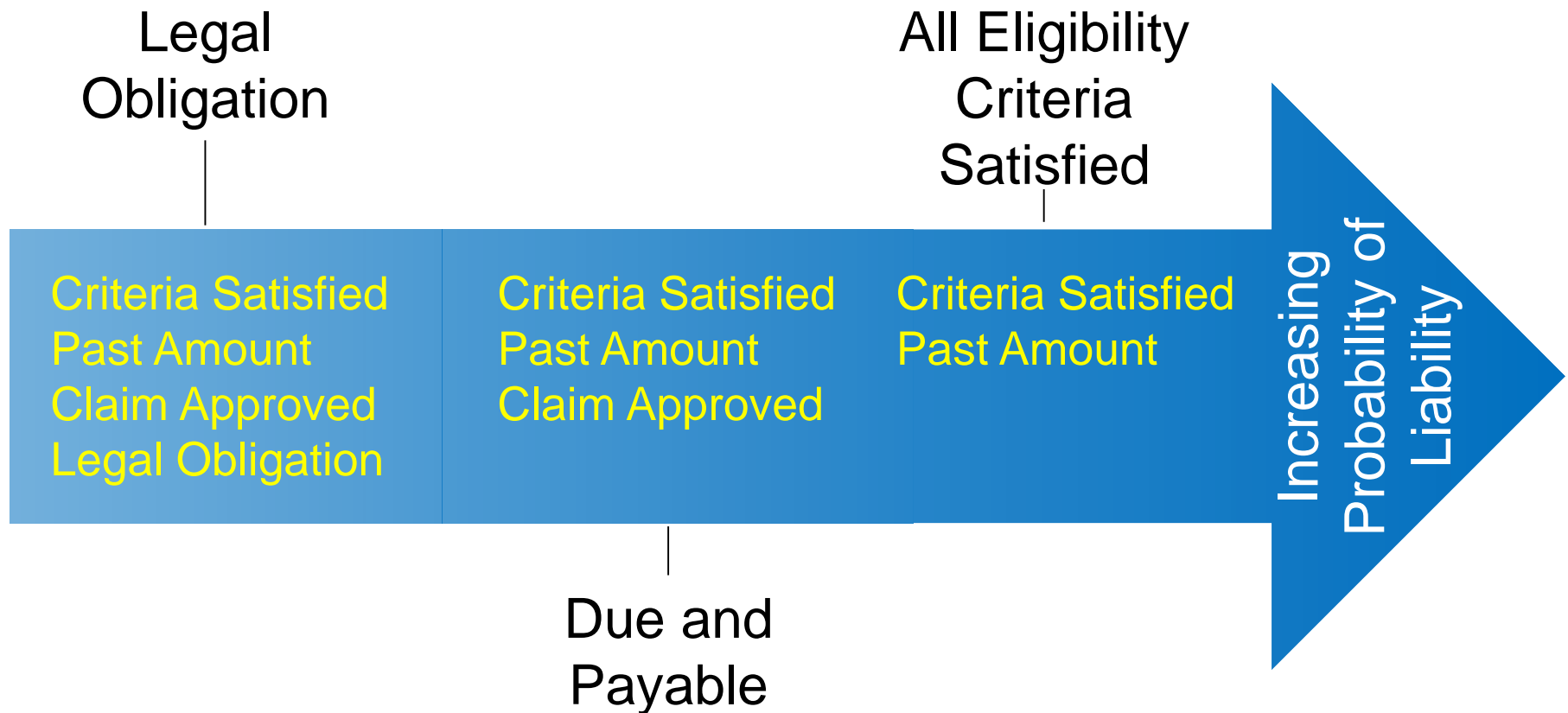
## Matter for Consideration 2: Retain SMC 2? (Issues Paper paragraph 5)

### Specific Matter for Comment 2

The IPSASB is intending to review its arrangements for composite social security programs. This is likely to take place when it reviews IPSAS 25. To assist its review and to identify any implications for this project, the IPSASB is seeking examples of such programs. If you are aware of any programs that meet, or may meet, the definition of a composite social security program, please provide details of the program.

- **The IPSASB is asked to decide** whether to retain SMC 2

## Matter for Consideration 4: Clarification of Sub-Options (a)–(c) (Issues Paper paragraphs 7–10; CP paragraphs 4.27–4.44)



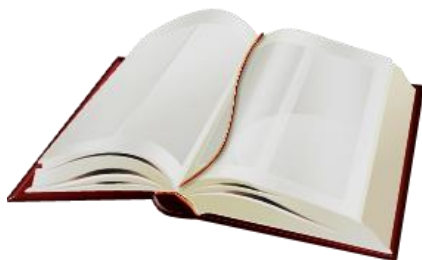


## Matter for Consideration 4: Clarification of Option 1 (Issues Paper paragraphs 7–11; CP Chapter 4)

### The IPSASB is asked to

- **Indicate** whether it considers the revised text clarifies the distinction between the sub-options
  - Alternatively to suggest alternative wording
- **Decide** whether to retain the “due and payable” approach in the CP
- **Decide** whether to retain the current text relating to social benefits provided through exchange transactions or to adopt the alternative text in Appendix A to this Issues Paper

# Matters for Consideration 5 & 6: Page-by-Page Review and Approval (Issues Paper paragraphs 12–13)



- Specific Issues
  - Redrafting of SMCs 3 & 4
  - Social Contract Approach
    - “Due and Payable”
    - Agency discussion
  - Insurance Approach Example including Statement of Financial Position
  - Appendix A – French example
  - ***OECD Symposium – proposed additional wording***
- Response Period



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