



Agenda Item 10: Social Benefits

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IPSASB Meeting

New York, USA

March 8-11, 2016

Where did the respondents come from? (Issues Paper: Paragraph 13)

Key	
Accountancy Firm	📍
Audit Office	📍
Member or Regional Body	📍
Preparer	📍
Standard Setter or Standards Advisory Board	📍
Other	📍



Scope of Project (Issues Paper: Paragraphs 14-49)

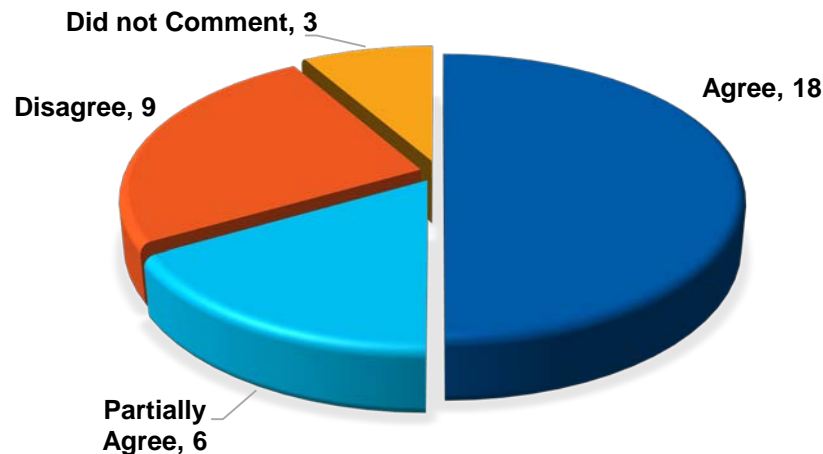
Aligned with Government
Finance Statistics

Concept of “Social Risks”

Excludes

- Collective Goods and Services
- Other Transfers in Kind

Do you agree with the proposed scope?



Scope of Project: Reasons Given (Issues Paper: Paragraphs 14-49)

Support Scope



- ☐ Support alignment with GFS
- ☐ Support exclusion of collective goods and services

Raised Concerns



- ☐ Concerns with GFS boundary and social risks
- ☐ Risk of different accounting treatments for transactions with same economic substance
- ☐ Exchange transactions
- ☐ Recognition of liabilities not appropriate for non-cash social benefits

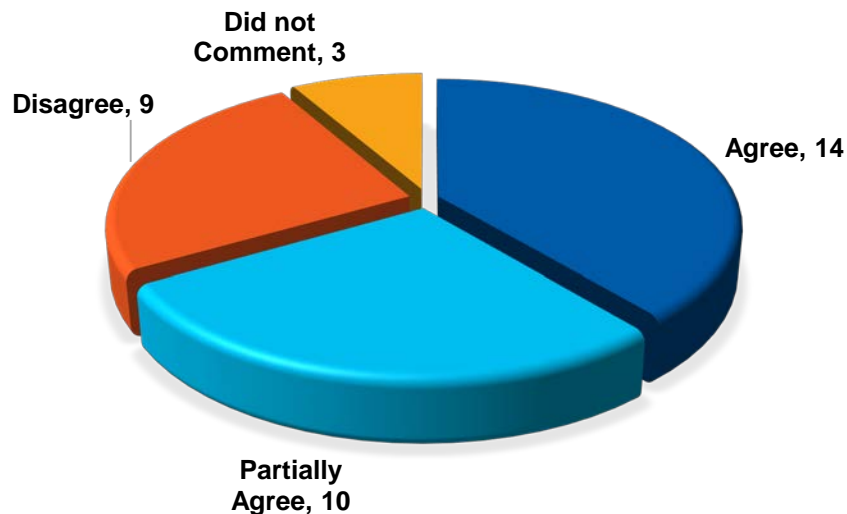
Matter for Consideration 1 (Issues Paper: Paragraphs 47-49)

- The IPSASB is asked **to agree to retain** the scope of the project proposed in the CP; or alternatively **to agree** an alternative scope.

Definitions

(Issues Paper: Paragraphs 50-86)

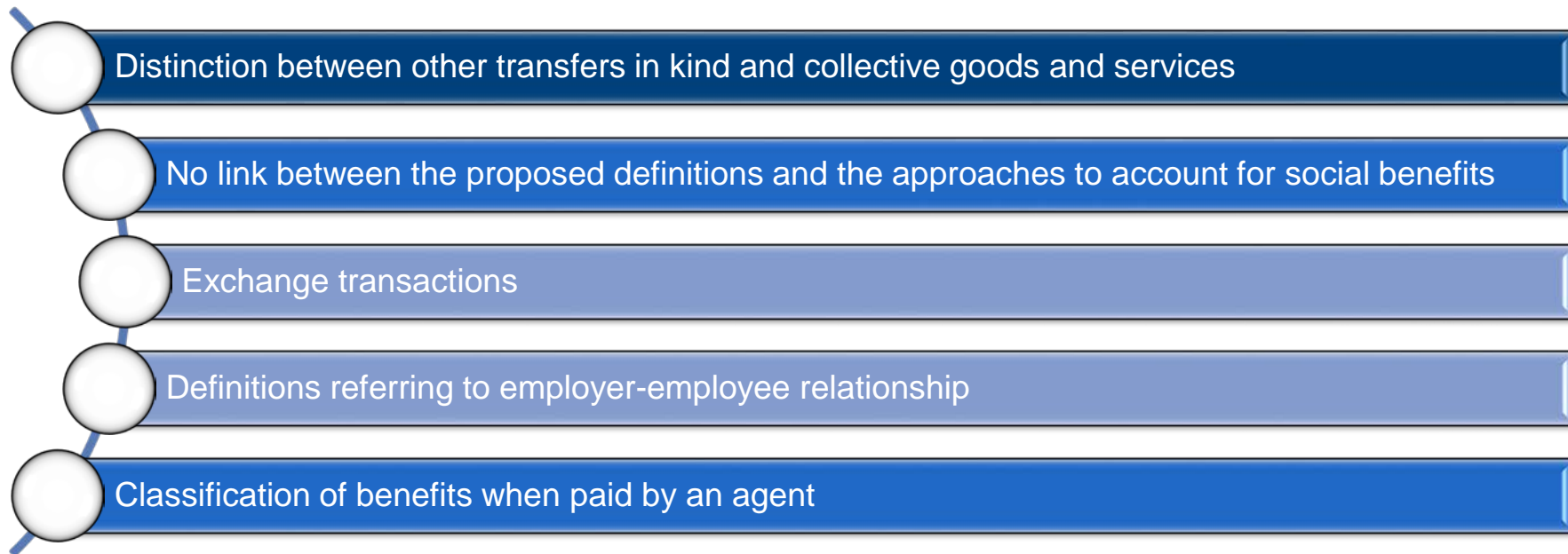
Do you agree with the definitions?



Social Benefits are benefits provided to individuals and households, in cash or in kind, to mitigate the effect of social risks.

Social risks are events or circumstances that may adversely affect the welfare of individuals and households either by imposing additional demands on their resources or by reducing their income.

Definitions: Generic Issues (Issues Paper: Paragraphs 56-64)



Specific Definitions (Issues Paper: Paragraphs 65-83)

Current Definitions



- ☐ Social benefits
- ☐ Social risks
- ☐ Social benefits in cash and social benefits in kind
- ☐ Social insurance

Proposed Additions



- ☐ Pension and other retirement benefits and non-pension social benefits
- ☐ Employment-related social insurance
- ☐ Unconditional expectations and conditional expectations
- ☐ [Collective] Goods a Services
- ☐ Pay-as-you-go
- ☐ Household

Proposed Deletions

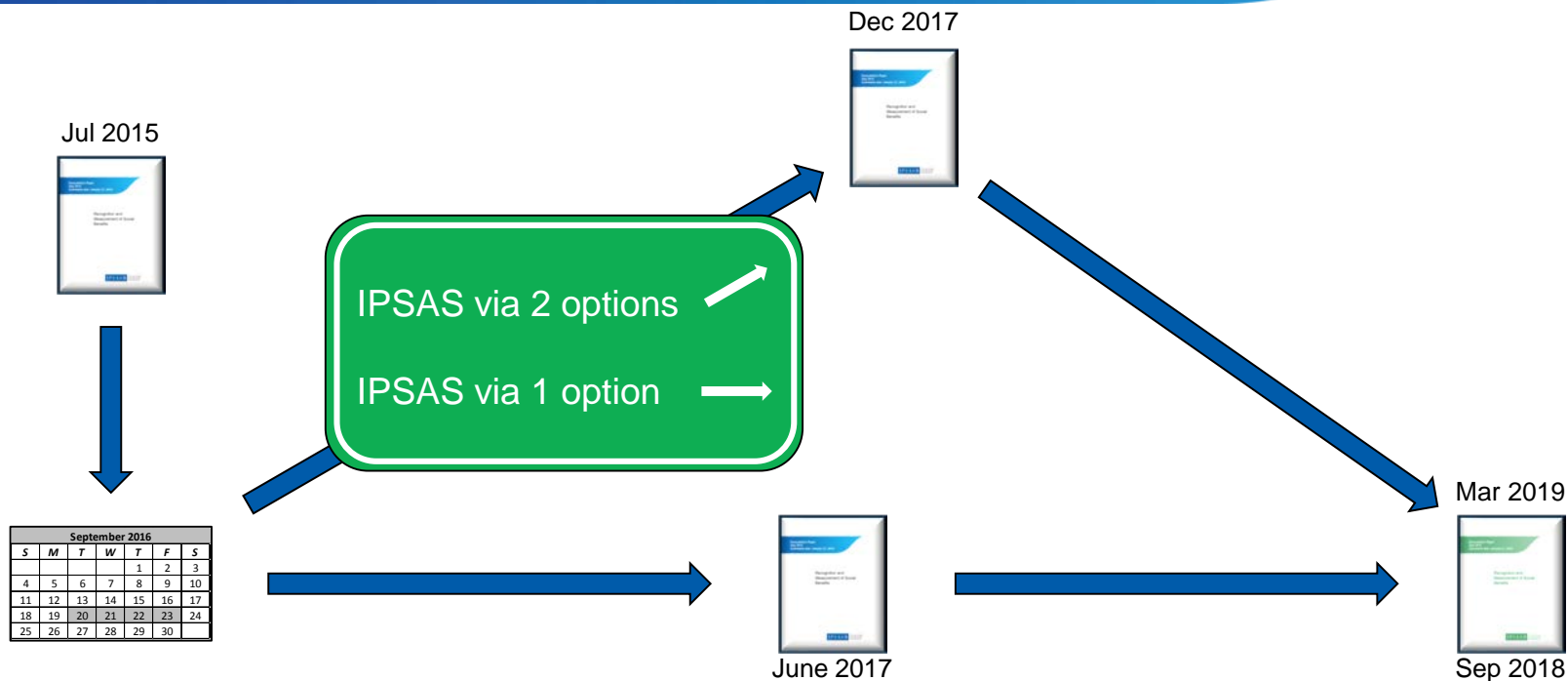


- ☐ Social assistance
- ☐ Social security

Matter for Consideration 2 (Issues Paper: Paragraphs 84-86)

- The IPSASB is asked to:
 - **Agree to retain** the existing definitions of social benefits and social risks;
 - **Agree to defer** decisions on the remaining definitions until decisions on recognition and measurement have been made; and
 - **Give a preliminary indication** of any suggestions the IPSASB is minded to support.

Next Steps (Issues Paper: Paragraphs 87-89)





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