

2019-23 Strategy and Work Plan development Headline

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IPSASB Chair

IPSASB Meeting
Washington D.C., USA
March 7, 2017

Strengthening Public Financial Management and knowledge globally through increasing adoption of accrual-based IPSASs by:

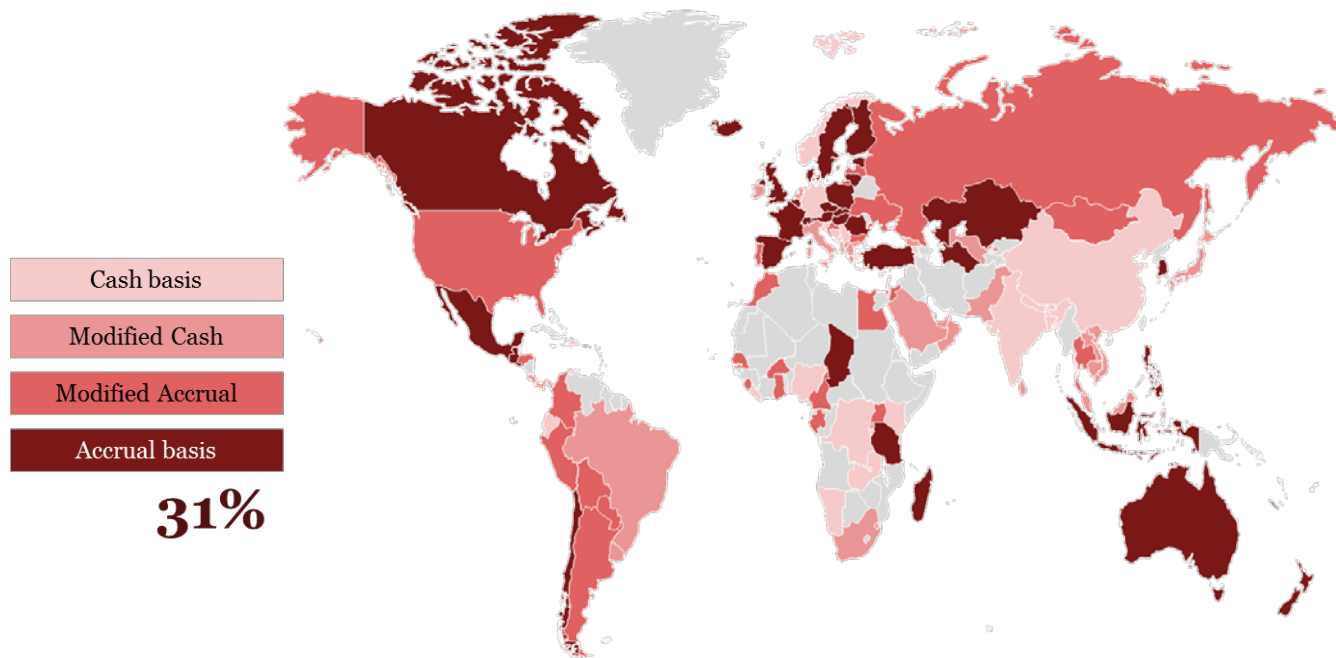
- Developing high-quality financial reporting standards
- Developing other publications for the public sector
- Raising awareness of the IPSASs and the benefits of their adoption

Current IPSASB work programme: Key projects 2016 - 2018

Project	Public sector specific	IFRS convergence
Social Benefits	✓	
Revenue & Non-Exchange Expenditure	✓	✓
Heritage	✓	
Financial Instruments	✓	✓
Leases		✓
Public Sector Measurement (starting March 2017)	✓	
Infrastructure Assets (starting June 2017)	✓	
Cash Basis IPSAS (limited-scope update)	✓	

IPSASs implementation – Position in 2015

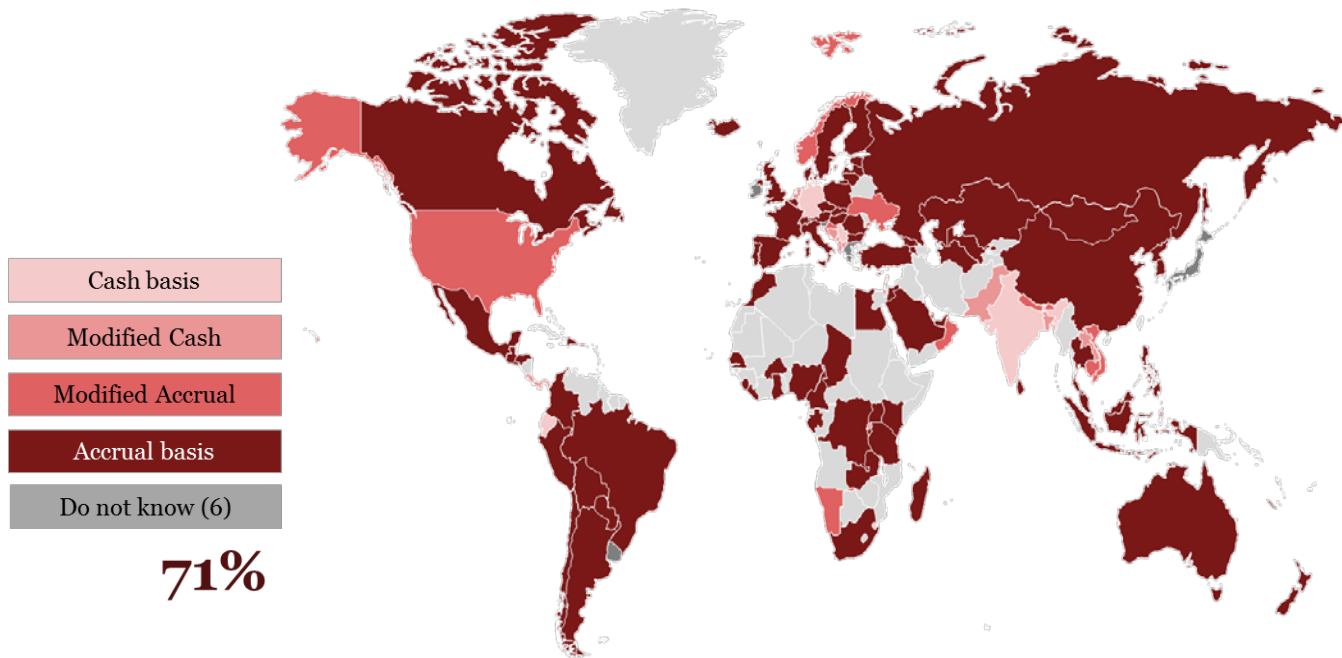
Still great diversity in current central government accounting landscape



Source: PWC Global Survey on Accounting and Reporting by Central Governments (2nd edition)

IPSASs implementation - Future plans

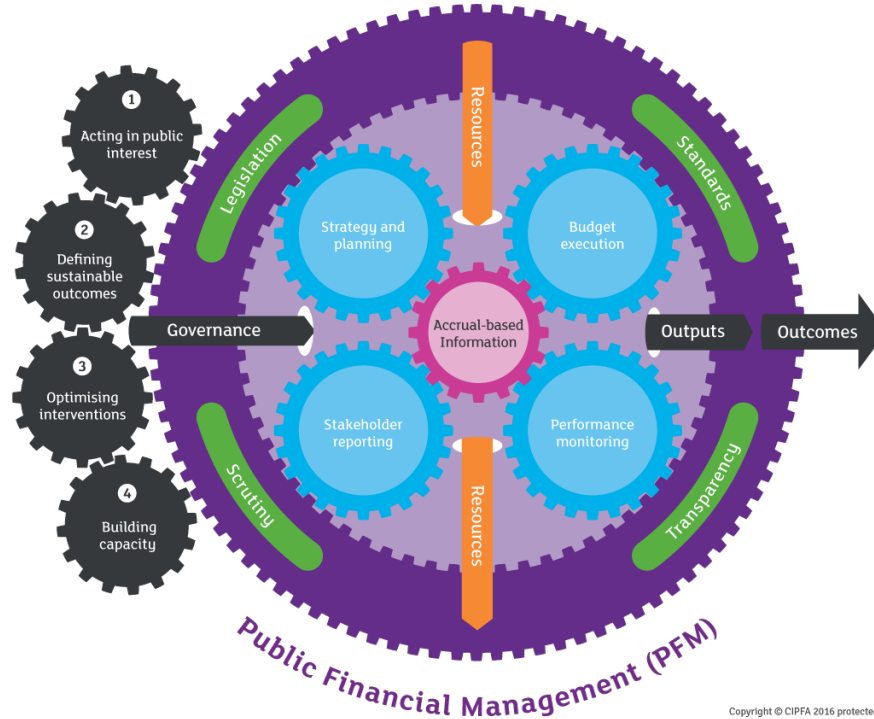
But the 5-year trend toward accrual accounting is clear.....



Source: PWC Global Survey on Accounting and Reporting by Central Governments (2nd edition)

‘The system by which the financial resources are planned, directed and controlled to enable and influence the efficient and effective delivery of public service goals’

Delivering Excellent Public Finance: Whole System Approach to PFM



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Delivering Excellent Public Finance: Elements all interact

- Accrual-based information as foundation
- External Elements:
 - Legislation
 - Standards
 - Transparency
 - Scrutiny
- Internal Elements:
 - Strategy and planning
 - Budget execution
 - Performance monitoring
 - Stakeholder reporting
- Need for improvement across the system – no one initiative on its own is sufficient
- Key is to act together to make PFM effective

2019-2023 Strategy / Work Plan: Overall approach

- Development work during 2017 (all 4 IPSASB meetings)
- Task-based group
- Input from other key stakeholders
 - PIC and CAG
 - IMF/ WB 6th March event
 - Public Sector Standard Setters Forum – 3rd/4th July
- Public consultation H1 2018 – outreach
- Finalise H2 2018
- Propose draft Strategic Objective and specific list of projects
- Proposals under Strategic Themes

2019-2023 Strategy / Work Plan: Potential Strategic Themes (1)

1) Addressing public sector specific issues:

- Gaps in IPSASB literature
- 2014 topics not on Plan e.g. Natural resources, Sovereign powers
- 2016 PSSSF suggestions e.g. IPSAS-lite
- Other Board and stakeholder suggestions

2) Maintaining (increasing?) IFRS convergence:

- Outstanding areas where no specific public sector issues
- SoE / 'mixed group' consolidation issues
- Opportunity for catch-up created by new IASB work plan
- Limited review of Conceptual Framework for changes in IASB CF
- Split into minor, limited scope and major projects
- Potential to work with other standard setters

2019-2023 Strategy / Work Plan: Potential Strategic Themes (2)

3) Increasing IPSAS-based information usage for GFS:

- Opportunities to address key areas of divergence?
- Impact of future IPSASB projects?

4) Improving communication of financial information:

- General challenge – IASB theme
- PFM context and links (e.g. Service performance)
- Links with other initiatives - <IR>, Corporate Reporting Dialogue?

5) Supporting IPSASs adoption and implementation:

- IPSASB role, and roles of other key players in supplementing this
- Role / adequacy of IPSASs Application and Implementation guidance?
- Need for interpretations capability?
- Update or replacement of Study 14?

Proposed consultation document coverage

- Context / environmental factors
 - PFM landscape and challenges
 - Momentum in adoption
 - IPSASB developments (governance / oversight, work plan)
- Proposed Strategic Objective
- Meeting the Strategic Objective
 - Inputs, Outputs, Outcomes
 - Strategic Themes
- Proposed Work Plan components / projects
 - Decision criteria for inclusion
 - Project outlines

Strategy and Work Plan roadmap: 2017 activities

IPSASB meeting	Approach	External inputs
March 2017	Discussion of high level presentation	6 th March joint seminar PIC discussion
June 2017	Detailed discussions – presentation - based	CAG discussion
September 2017	Consider initial draft document	PSSSF discussions
December 2017	Approve final document	PIC and CAG discussions

Strategy and Work Plan roadmap: 2018 activities

Event	Approach	External input
January 2018	Publication / media launch	IFAC media team
January to June 2018	Outreach programme	Public Sector Standard Setters / other key stakeholders
June 2018?	Initial review of responses?	Stakeholder submissions CAG discussion?
September 2018	Further review of responses	PIC comments?
December 2018	Approve final document	PIC and CAG discussions