

## Agenda Item 9: Social Benefits

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IPSASB Meeting

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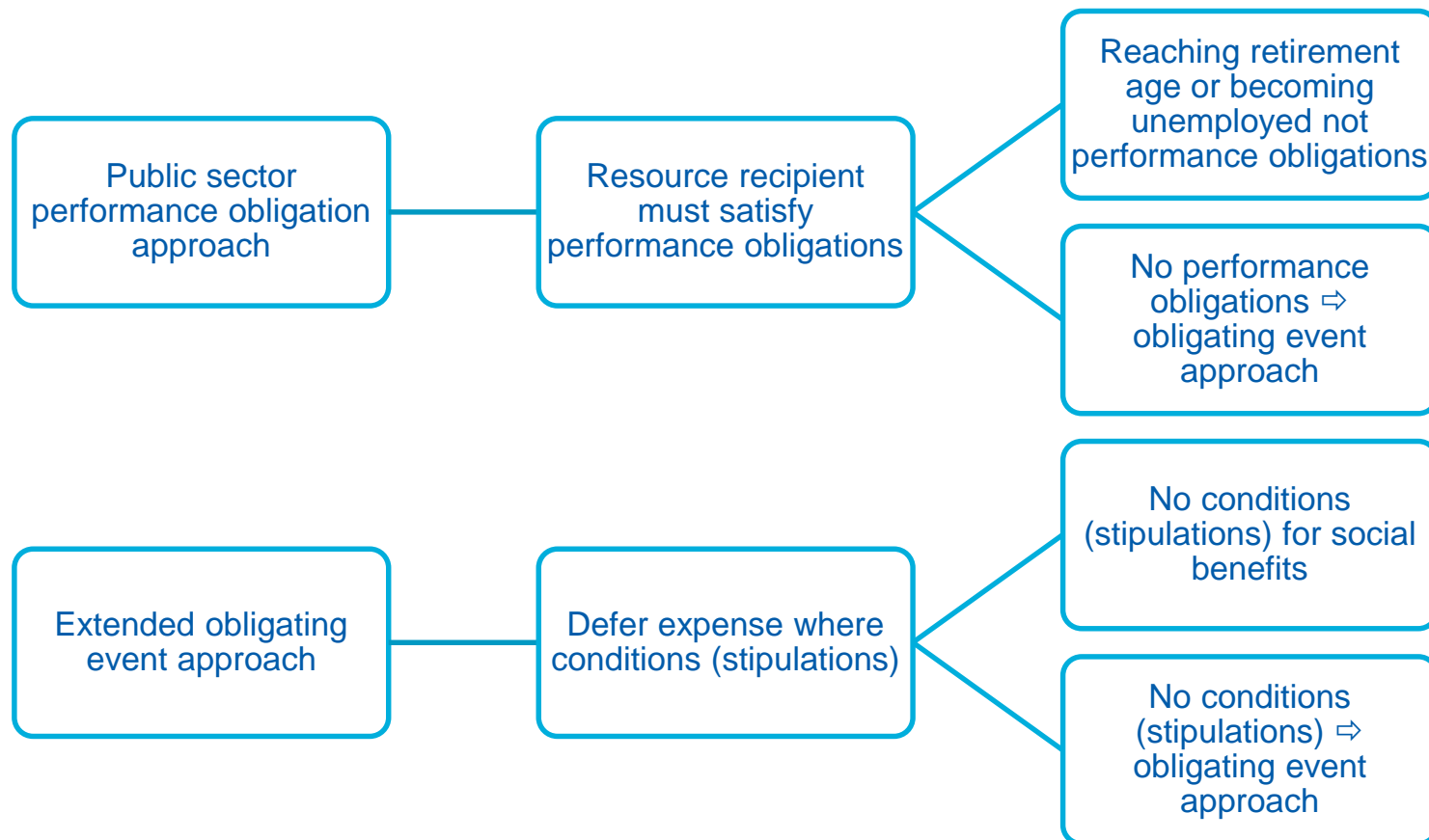
Luxembourg, Luxembourg

# Consistency with Non-Exchange Expenses Project (Scope) (Agenda Item 9.2.1)

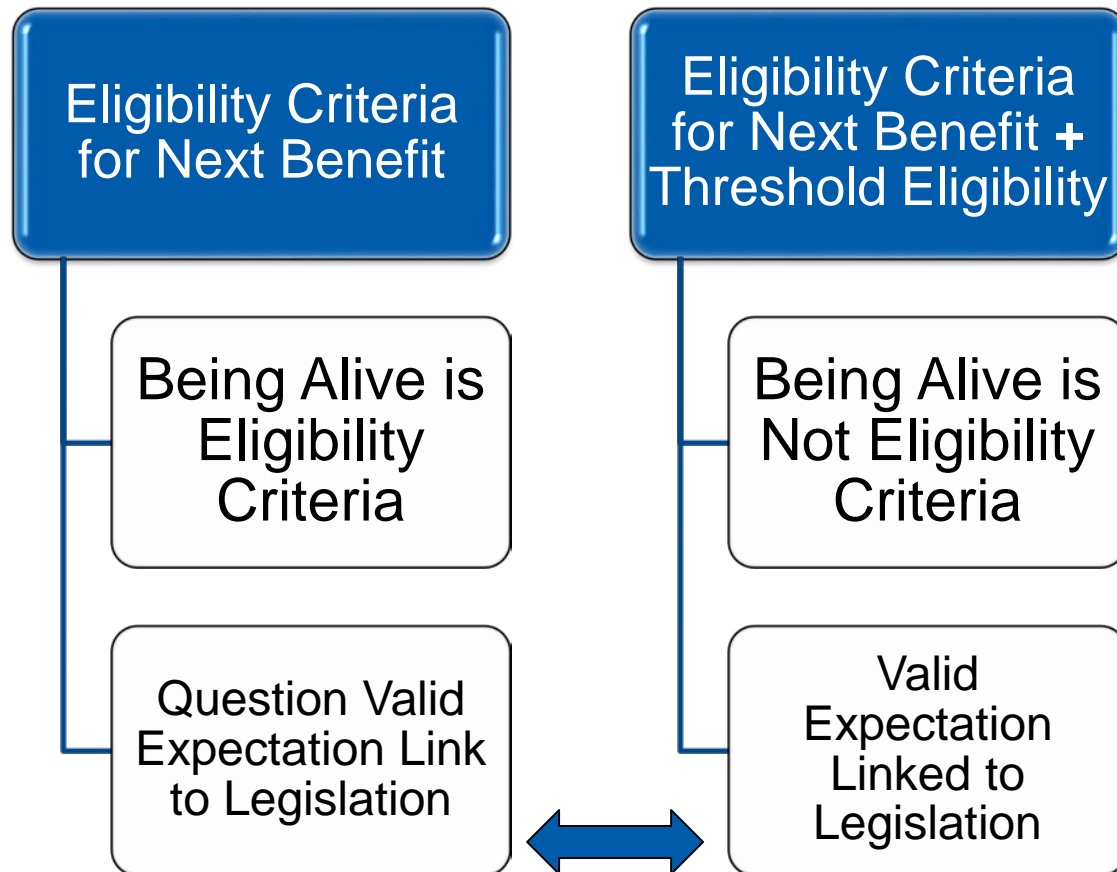
	Other IPSASs / IFRSs			Social Benefits	Non-Exchange Expenses		
Category	Contracts for Goods and Services	Contracts for Insurance	Employee Benefits	Social Benefits	Universally Accessible Services	Collective Goods and Services	Grants, Contributions and Other Transfers
Examples	Purchase of goods Payment for services	Vehicle insurance Private medical insurance	Salaries Healthcare Employee pensions	State pensions Unemployment benefits Income support	Universal Healthcare Universal Education	Defense Street lighting	Grants to other public sector entities Grants to charities Disaster Relief
Exchange or Non-Exchange Transaction?	Exchange	Exchange	Exchange	Non-Exchange	Non-Exchange	Non-Exchange	Non-Exchange
Provided to specific individuals/households who meet eligibility criteria?	No	No	Yes	Yes	No	No	Sometimes
Mitigates effect of social risks?	No	No	Yes	Yes	Yes No	No	No
Addresses needs of society as a whole?	No	No	No	Yes	Yes	Yes	Sometimes
Excludes universally accessible services?	Yes	Yes	Yes	Yes	No No	Yes	Sometimes

Scope of Social Benefits in GFS

# Consistency with Non-Exchange Expenses Project (Recognition and Measurement) (Agenda Item 9.2.1)



# Obligating Event Approach (Agenda Item 9.2.2)



*Where evidence Valid Expectation does not follow Legislation*

## Obligating Event Approach (Agenda Item 9.2.2)



Does the IPSASB support the TBG proposal?


If not, does the IPSASB support the alternative view or the third view?

Does the IPSASB agree that, whichever view is supported, an Alternative View should be included in the ED?

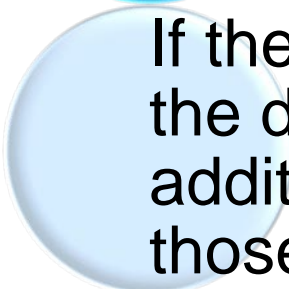
# Presentation: Disclosure Categories (Agenda Item 9.2.3)

	Insurance Approach	Eligibility criteria for next benefit	<i>Threshold eligibility criteria</i>
Characteristics and risks	✓	✓	✓
Amounts in financial statements	Requirements in IFRS 17, Insurance Contracts	✓	✓
Amount, timing and uncertainty of future cash flows		N/A	✓

## Presentation: Level of Detail to be Reported (Agenda Item 9.2.3)



If any of the disclosures are not considered relevant in meeting the disclosure objectives, they may be [shall be?] omitted from the financial statements; and



If the disclosures provided are insufficient to meet the disclosure objectives, an entity shall disclose additional information that is necessary to meet those requirements.

## Presentation (Agenda Item 9.2.3)

### Does the IPSASB support the proposals regarding the:

- Disclosure categories?
- Applicability of the disclosure categories?
- Level of detail to be reported?
- Limiting presentation and disclosure to liabilities and expenses arising from social benefits?
- Transitional arrangements?



## Review of draft ED: Proposed Definitions (Agenda Item 9.2.4)

Social benefits are **transfers** provided to:

- (a) Specific individuals and/or households who meet eligibility criteria;
- (b) Mitigate the effect of social risks; and
- (c) Address the needs of society as a whole; but
- (d) Are not universally accessible services.

Social benefit schemes comprise social benefits, provided to a number of individuals or households, which derive from the same legislation or regulations, mitigate the effect of the same social risks and are managed together as a single pool.

## Review of draft ED: Proposed Deletion of Definitions (Agenda Item 9.2.4)

- Staff proposes deletion of the definitions of:
  - Social benefits in cash
  - Social benefits in kind
  - Reimbursements
  - Social insurance
  - Social security
  - Social assistance
- Does the IPSASB wish to include guidance that explains the relationship between the scope of social benefits in the ED and in GFS?

## Review of draft ED: Other Recommendations (Agenda Item 9.2.4)

- Amendments to IPSAS 23
- Drafting changes in respect of the scope and definitions?
- Limit “the relevant international or national accounting standard dealing with insurance contracts” to IFRS 17 or national standards based on IFRS 17?
- Drafting of the rest of the insurance approach?
- *Drafting changes to the sections of the Basis for Conclusions dealing with the key participatory events and liability accumulates over time obligating events?*



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