

IMPROVEMENTS

IPSASB Meeting – March 2024

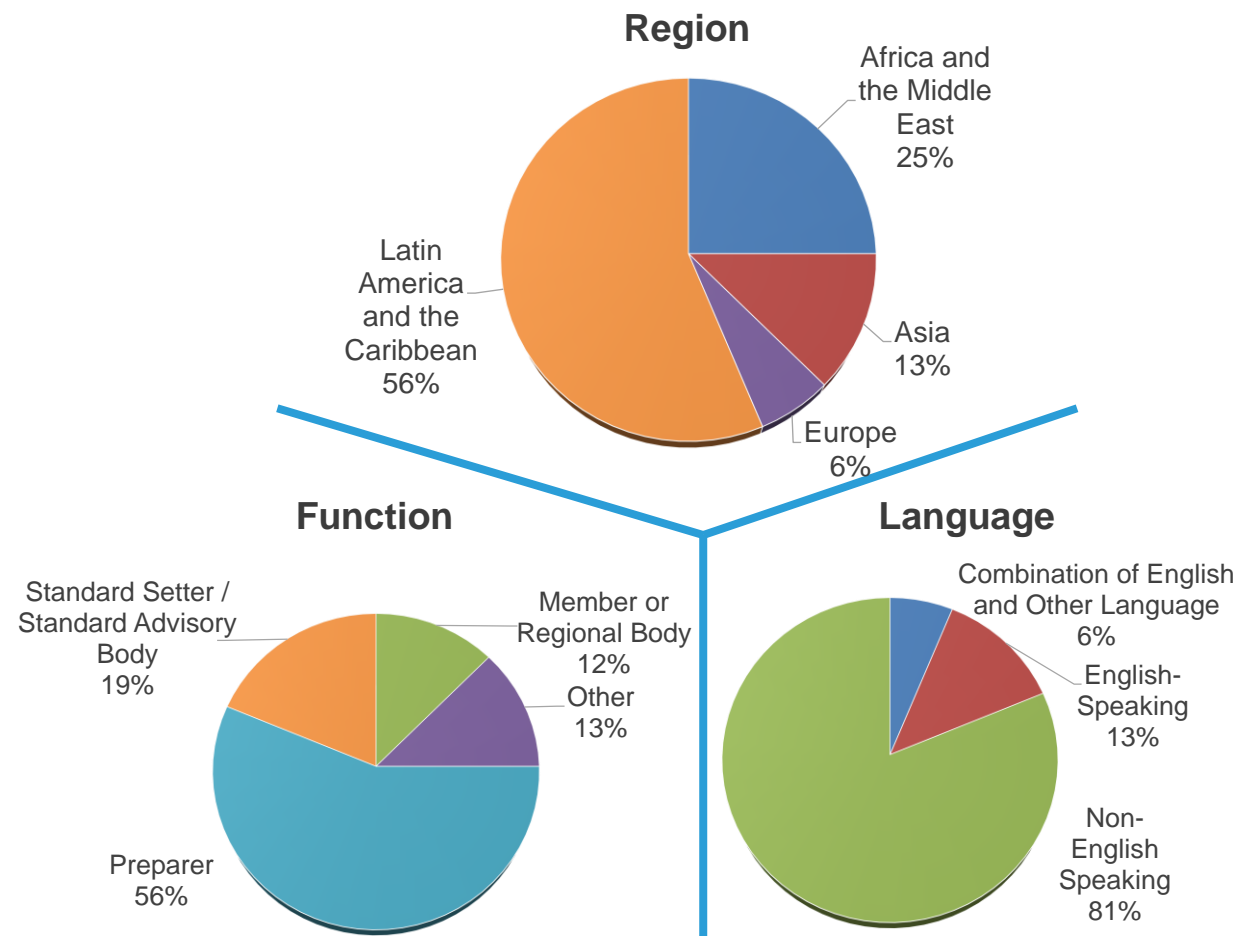
João Fonseca, Principal

New York City, USA

High-level Review of Responses to ED 85, *Improvements to IPSAS, 2023*

- Overall support for ED 85 proposals
- No disagreement with **Part 2 – Interest Rate Benchmark Reform—Phase 2**
- General support for:
 - **Part 1 – Classification of Liabilities as Current or Non-current and Non-Current Liabilities with Covenants; and**
 - **Part 3 – Lease Liability in a Sale and Leaseback**

but miscellaneous issues were raised.



16 Responses

Review of Responses to ED 85

Analysis

- **Part 1 – Classification of Liabilities as Current or Non-current and Non-Current Liabilities with Covenants**
 - Appendix B: Table 1 – Respondents' Suggestions Accepted by Staff
 - Appendix B Table 2 – Respondents' Suggestions Not Accepted by Staff
- **Part 2 – Interest Rate Benchmark Reform—Phase 2**
 - No disagreements or issues raised
- **Part 3 – Lease Liability in a Sale and Leaseback**
 - No disagreements. One suggestion: to amend the definition of lease payments.
 - Staff's view: Definition is correct and is outside of the scope of the Improvements project

Recommendation

- Proceed with Part 2 and Part 3
- Proceed with Part 1, subject to changes identified in Table 1 of Appendix B

Approval of *Improvements to IPSAS, 2023*

IPSASB Due Process

A

Staff present revised content of exposed Standard

See Agenda Item 4.3.2

B

Program & Technical Director advises whether Due Process followed effectively

P&TD assertion

C

IPSASB confirms whether it is satisfied that Due Process has been followed effectively

Chair asks for confirmation

D

IPSASB votes on approval of *Improvements to IPSAS, 2023*

Staff recommend approval

E

IPSASB considers whether vote on re-exposure is necessary

No substantial changes

F

IPSASB sets effective date for *Improvements to IPSAS, 2023*

See next slide

G

IPSASB issues Basis for Conclusions

See Agenda Item 4.3.2

Approval of *Improvements to IPSAS, 2023*

Recommendation

- Effective date of:
 - **January 1, 2025:**
 - ✓ **Part 2** – Interest Rate Benchmark Reform—Phase 2
 - **January 1, 2026:**
 - ✓ **Part 1** – Classification of Liabilities as Current or Non-current and Non-Current Liabilities with Covenants; and
 - ✓ **Part 3** – Lease Liability in a Sale and Leaseback