

New Zealand Accounting Standards Board

**Minutes of the meeting held in Auckland on Tuesday, 15 October 2024,
which commenced at 9.00 am**

Members Present:	Carolyn Cordery (Chair) Michael Bradbury (Deputy Chair) Keith Kendall Richard Perry Lara Truman Richard Smyth Jason Stinchcombe Warwick White
Apologies:	Francis Caetano
Guests:	Mostafa Mouit, IASB Technical staff (agenda item 2)
Observers:	John Ngiam, CAANZ (agenda item 5) Natalie Lonyai, CAANZ (agenda items 5–8) <i>AASB staff:</i> Fridrich Housa (agenda items 4, 5 and 7) Helena Simkova (agenda items 2 and 3.1) Patricia Au (agenda item 5) Deb Wan (agenda item 2)
In attendance:	April Mackenzie – Chief Executive (agenda items 1–4) Michelle Lombaard – Director, Accounting Standards (all agenda items) Misha Pieters – Director, Assurance Standards (agenda items 3.7 and 4) Jason Tualima – Chief Advisor – Public Sector (agenda item 4) Gali Slyuzberg – Technical Director, Accounting Standards (all agenda items) Carly Berry – Senior Project Manager, Accounting Standards (all agenda items) Nimash Bhikha – Senior Project Manager, Accounting Standards (all agenda items) Leana Van Heerden – Senior Project Manager, Accounting Standards (all agenda items) Tereza Bublikova – Project Manager, Accounting Standards (agenda items 1–6) Jamie Cattell – Project Manager, Accounting Standards (all agenda items) Alex Stainer – Project Manager, Accounting Standards (agenda items 3.7 – 10)

PUBLIC SESSION – AGENDA ITEMS 5–8

5. Measurement - Application Phase (IPSASB ED 90)

The Board:

- (a) NOTED information in response to questions raised by the Board at the August 2024 meeting, regarding:
 - (i) the difference between current operational value and depreciated replacement cost and other fair value measurement requirements in current PBE Standards; and
 - (ii) the expected impact in New Zealand of the inventory-related proposals in IPSASB ED 90 *Amendments to IPSAS as a Result of the Application of IPSAS 46, Measurement*;
- (b) NOTED the feedback received to date on IPSASB ED 90; and
- (c) PROVIDED FEEDBACK on the draft comment letter on IPSASB ED 90.

6. 2024 Omnibus Amendments to PBE Standards

The Board:

- (a) APPROVED for issue the amending standard *2024 Omnibus Amendments to PBE Standards*; and
- (b) APPROVED the signing memorandum from the Chair of the NZASB to the Chair of the XRB Board requesting approval to issue this amending standard.

7. PBE Revenue and Transfer Expenses

Board members NOTED the project status and proposed next steps.

Regarding the draft ED PBE IPSAS 47 *Revenue*, the Board:

- (a) PROVIDED FEEDBACK on staff's recommended not-for-profit modifications to IPSAS 47;
- (b) AGREED with staff's recommended RDR concessions for Tier 2 entities;
- (c) AGREED not to include any transitional provisions in addition to those already provided in IPSAS 47;
- (d) AGREED with staff's recommended modifications to the consequential amendments in IPSAS 47;
- (e) PROVIDED FEEDBACK on the drafting of the illustrative examples, which have been adjusted for the New Zealand context. This included removing Illustrative Examples 45 and 47, adding an example to demonstrate revenue deferral for internal use of resources and expanding on the specific illustrative examples recommended by staff;
- (f) AGREED with the other proposed New Zealand modifications to IPSAS 47; and
- (g) PROVIDED FEEDBACK on other aspects of the draft ED.

Regarding the draft ED PBE IPSAS 48 *Transfer Expenses*, the Board:

- (a) PROVIDED FEEDBACK on staff's recommended modifications to IPSAS 48 as a result of the Board's decision in August 2024 to expand the scope of ED PBE IPSAS 48 to include social benefits;
- (b) AGREED with staff's recommended RDR concessions for Tier 2 entities;

- (c) AGREED not to include any transitional provisions in addition to those already provided in IPSAS 48;
- (d) PROVIDED FEEDBACK on the drafting of the illustrative examples, asking staff to consider including not-for-profit examples; and
- (e) AGREED with the other proposed New Zealand modifications to IPSAS 48.

Board Members will have the opportunity to provide further feedback on the draft EDs during 'drop in' sessions before the December 2024 meeting, to be organised by staff.

8. Climate-related and Other Uncertainties in Financial Statements

The Board:

- (a) NOTED staff's update on consultation activities and the summary of feedback received so far, which will be used to inform our draft comment letter; and
- (b) Provided FEEDBACK on the IASB ED.

Board Members will have the opportunity to provide feedback on the draft comment during a 'drop in' session to be organised by staff.

Next meeting

Wednesday 4 December 2024 is a full-day meeting in Wellington.

Meeting closes