



International Financial Reporting
for Non Profit Organizations



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Advice and Requests

TAG meeting 6 – 5 March 2020



Session Outline

Incoming Resources from External Sources (Agenda item 1)

Cash Transfers (Agenda item 2)

Trio of Projects (Agenda item 3)



Incoming resources from external sources(Agenda item 1)

Advice

Consider whether this paper sits as a higher order issue in relation to other specific topic papers. To do so, raise the level of the paper to make it clear that it is an overarching paper and that the main issues relate to non-exchange transactions.

Articulate upfront that there can be issues where there is a mix of exchange and non-exchange in a single transaction.

Refer to the IASB conceptual framework in considering key factors in the discussion of cost/benefit

Clarify whether the paper is only focusing on recognition and measurement and therefore the role of disclosure in relation to this topic



Incoming resources from external sources (Agenda item 1)

Advice

Make clearer the timing differences that arise between obtaining an asset and having control over it, regarding the measurement date .

Consider the use of a diagram to illustrate the concepts.

Requests

Consider whether the term incoming resources should be replaced with incoming economic resources

Provide general guidance on fair value and whether the intention is to use IFRS13 or to create something separate.



Cash Transfers (Agenda item 2)

Advice

Clarify that this paper focuses more on recognition rather than measurement as the measurement of cash is in most cases the transaction value.

Consider whether the sub-alternatives based on different international frameworks should be separate alternatives and whether they should all be included if Part 1 of the Consultation Paper concludes that a framework is not suitable.

Clarify in alternative 1a and 1b that the proposals extend beyond government grants

Requests

Extend the paper to include recognition of revenue due but not yet received

Replace references to standards included in alternatives with the description of the accounting treatment that is proposed, either within the table of alternatives or the narrative description of the alternatives



Trio of Projects (Agenda item 3)

Advice

The IFR4NPO project should not be bound by the other projects but should be aware of their aims, objectives and status.

Requests

Reflect on primary users of NPOs financial reports to consider the line between general purpose and special purpose financial reports.