



IFR4NPO Project

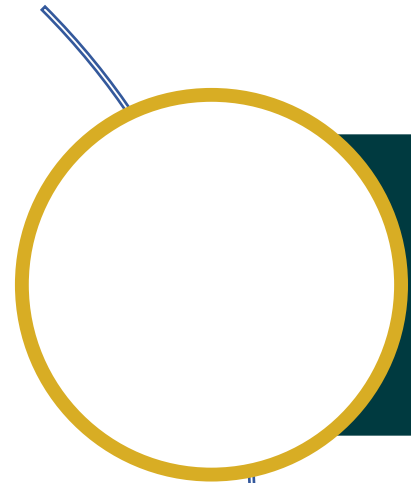
Advice and Requests
Technical Advisory Group meeting

8 May 2020
TAGCP08

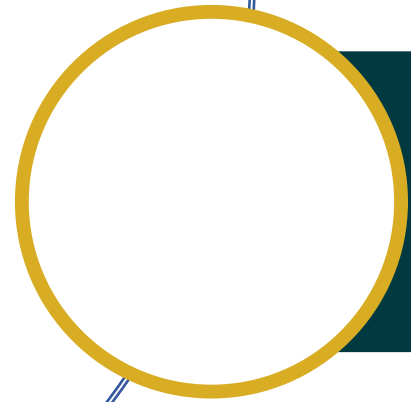




Session outline



Preface
(Agenda item 2)



Feedback on Consultation Paper (CP) Part 1
(Agenda item 3)

2 Preface

2.1 Advice

- a) Describe the benefits that are expected to arise if the objectives are met.
- b) Consider the balance of compliance costs with benefits to users in framing the objectives and link accountability and decision making with the information needs of users, referring to comparability rather than consistency.
- c) Manage expectations by providing a project timeline and being explicit that financial statements prepared under the Guidance are not specifically intended to address grant acquittal requirements of donors.
- d) Consider the inclusion of some of the 'transactional'/navigation text at the beginning of the current drafts of CP sections 1 and 2 in the Preface.
- e) Include additional text to provide orientation about which organisations are considered with the Consultation Paper.

2 Preface

2.2 Requests

- a) Include within the Consultation Paper reference to the fund or deferral methods of accounting and consider where this should be best presented.

3 Feedback on CP Part 1

3.1 Advice

- a) Consider whether the thinking behind the tiering in the Good Financial Grant Practice, or the definitions in the System of National Accounts could be used in developing characteristics of entities expected to benefit from the Guidance.
- b) Consider how to help readers understand the potential for larger organisations to use the guidance and why the guidance might also be important for smaller organisations.
- c) Make clear that there are limitations to how much can be addressed in General Purpose Financial Reports.
- d) Strengthen the arguments for an international first approach, while acknowledging the commonality of topic approaches between the national-level guidance frameworks.
- e) Make clear that disclosures need to align with accountability, which might lead to different disclosure requirements than those currently required by IFRS.

3 Feedback on CP Part 1

3.2 Requests

- a) Consult the PAG on the framing of the main beneficiaries, the approach taken in developing the CP and what information it would be useful to gather from potential respondents.
- b) Develop clear principles for the development of disclosure requirements bearing in mind the inclusion of accountability as well as decision making. This to include the need to balance cost with benefit.
- c) TAG members to provide specific feedback on graphics included in the current draft