



Cover Memo

Project:	Other Business – Public	Meeting:	September 2021 (M183)
Topic:	Cover Memo	Agenda Item:	16.0
		Date of the Agenda Paper:	23 August 2021
Contact(s):	Tom Liassis tliassis@asb.gov.au Helena Simkova hsimkova@asb.gov.au Clark Anstis canstis@asb.gov.au	Project Priority:	n/a
		Decision-Making:	n/a
		Project Status:	n/a

Objective of this paper

- 1 The objective of this paper is to inform the Board about matters under Other Business – Public. **No action is required from the Board on any of the items in this memo and have been included for noting only.** Please refer to the tables below for details.

AASB SUBMISSIONS

Paper No.	Title	Staff comment	Board action
N/A	IASB ED/2021/1 <i>Regulatory Assets and Regulatory Liabilities</i>	AASB submission to the IASB was made on 30 July 2021, as approved out of session by the nominated sub-committee.	Included for noting only. No action required at this meeting.
16.1	IFRS Foundation Exposure Draft <i>Proposed Targeted Amendments to the IFRS Foundation Constitution to Accommodate an International Sustainability Standards Board to Set IFRS Sustainability Standards</i>	The AASB, AUASB and FRC joint submission to the IFRS Foundation was made on 29 July 2021. Submission finalised out of session by the nominated AASB sub-committee.	Included for noting only. No action required at this meeting.

CORRESPONDENCE

Paper No.	Title	Staff comment	Board action
16.2	Letter from Origin Energy	<p>AASB staff were provided with a comment letter that was submitted directly to the IFRS Interpretations Committee by Australian stakeholder Origin Energy on the IFRS IC Tentative Agenda Decision <i>Economic Benefits from Use of a Windfarm</i> (TAD).</p> <p>At the August Board meeting, the Board decided not to provide any comments to the IFRS IC on the TAD. The TAD is now closed for comment.</p> <p>Origin Energy suggested that the transaction noted in the TAD meets certain criteria of IFRS 16 <i>Leases</i>. While the customer in the transaction does not need to obtain any electricity produced, Origin thinks that this outcome is due to the design of the market and the customer has the rights to benefit from all outputs by paying the fixed price. In addition, the stakeholder suggested that this TAD will not help to solve diversity in practice as the transaction does not need to be net-settled and therefore different fact pattern would justify a different accounting treatment.</p>	Included for noting only. No action required at this meeting.

IASB AND IFRS IC UPDATES

Paper No.	Title	Staff comment	Board action
None			

IPSASB REPORT

Paper No.	Title	Staff comment	Board action
16.3	IPSASB Report	Report on the June and July 2021 meetings of the IPSASB.	Note risks and opportunities for the AASB.

ARTICLES AND NEWS

Paper No.	Title	Content of item	Board action
N/A	Calls for ASIC to address dire impacts of reporting changes on AFSL holders	This article discusses the effect of AASB 2020-2 on AFSL licensees, noting that they will be required to prepare general purpose financial statements from 1 July 2021.	Included for noting only. No action required at this meeting

OTHER

Paper No.	Topic	Staff comment	Board action
N/A	Updated AASB Standard-Setting Framework Documents	<p>Both the AASB For-Profit Entity Standard-Setting Framework and the AASB Not-for-Profit Entity Standard-Setting Framework were updated to clarify the principles followed by the AASB when it considers whether to add to or amend disclosure requirements in AASB 1060 General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities for amendments made by the IASB to full IFRS Standards (and therefore Tier 1 Standards). The amendments clarify that these principles also apply to circumstances when the IASB makes disclosure-only amendments to IFRS Standards.</p> <p>In addition, the Standard-Setting Frameworks now refer to Tier 2 requirements only in terms of Simplified Disclosures, with the deletion of references to Reduced Disclosure Requirements.</p>	Included for noting only. No action required at this meeting.