

New Zealand Accounting Standards Board

**Minutes of the Meeting held Wednesday 20 March 2019
at XRB Office, Level 7, 50 Manners St, Wellington, commencing at 9.25am**

- Members present:** Kimberley Crook
Nives Botica-Redmayne
Francis Caetano (via teleconference)
Karl Hickey
Kris Peach (up to 4pm)
Angela Ryan
Richard Smyth
- Apologies:** Charles Hett
Kris Peach (from 4pm)
Richard Smyth (from 11am to 11.20am and from 2pm to 2.45pm)
Lyn Hunt (on a leave of absence)
- Guests:** Todd Beardsworth – IPSASB member (for agenda items 8 and 10.5)
Amir Ghandar – Leader, Financial Reporting, CA ANZ (for agenda item 5)
Zowie Pateman – Deputy Reporting and Assurance Leader, Financial Reporting, CA ANZ (for agenda item 5)
- Observers:** AASB staff observed for agenda item 4
- In attendance:** Warren Allen – Chief Executive (up to 12.35pm)
Anthony Heffernan – Director, Accounting Standards
David Bassett – Deputy Director, Accounting Standards
Tracey Crookston – Project Manager, Accounting Standards
Lisa Kelsey – Senior Project Manager, Accounting Standards
Aimy Luu Huynh – Senior Project Manager, Accounting Standards
Judith Pinny – Project Manager, Accounting Standards
Joanne Scott – Senior Project Manager, Accounting Standards
Gali Slyuzberg – Project Manager, Accounting Standards

PUBLIC SESSION – AGENDA ITEM 4

4. PBE IPSAS 40 PBE COMBINATIONS

The Board:

- (a) CONSIDERED the submissions received on NZASB ED 2018-4 PBE IPSAS 40 *PBE Combinations*;
- (b) AGREED with the proposed changes to the draft PBE IPSAS 40 in response to comments received as outlined in agenda item 4.1 and discussed at the meeting; and

- (c) AGREED that a sub-Board will review the updated draft PBE IPSAS 40 and the draft table of differences (between IPSAS 40 *Public Sector Combinations* and the draft PBE IPSAS 40) before seeking the Board's approval to issue at a future meeting.

The Board moved into non-public session.

The Board moved into public session.

PUBLIC SESSION – AGENDA ITEMS 6–9

6. PBE IPSAS 41 FINANCIAL INSTRUMENTS

The Board:

- (a) NOTED the submissions received on NZASB ED 2018-5 PBE IPSAS 41 *Financial Instruments* and NZASB ED 2018-6 *Effective Date of PBE IFRS 9*;
- (b) AGREED, in response to an issue raised by a constituent, to include an additional transition provision in the proposed PBE IPSAS 41 (for financial guarantee contracts issued through a non-exchange transaction whose fair value could not previously be reliably measured at initial recognition);
- (c) APPROVED for issue PBE IPSAS 41 *Financial Instruments* (agenda item 6.3);
- (d) APPROVED for issue *Effective Date of PBE IFRS 9* (agenda item 6.4); and
- (e) APPROVED the signing memo from the Board Chair to the XRB Chair (agenda item 6.5).

7. ANNUAL REVIEW OF THE APPLICATION OF THE PBE POLICY APPROACH

The Board:

- (a) REVIEWED the application of the *Policy Approach to Developing the Suite of PBE Standards* (PBE Policy Approach); and
- (b) AGREED with the recommendations set out in the summary table on page 2 of agenda item 7.1.

8. IPSASB ED 67 COLLECTIVE AND INDIVIDUAL SERVICES AND EMERGENCY RELIEF

The Board:

- (a) CONSIDERED IPSASB ED 67 *Collective and Individual Services and Emergency Relief* (Amendments to IPSAS 19) (ED 67); and
- (b) PROVIDED feedback on the Specific Matters for Comment in ED 67 for the purpose of providing DIRECTION for staff to draft the NZASB's comment letter (agenda item 8.2).

9. UNCERTAINTY OVER INCOME TAX TREATMENTS (AMENDMENTS TO PBE IAS 12)

The Board:

- (a) APPROVED for issue NZASB ED 2019-1 *Uncertainty over Income Tax Treatments* (Proposed amendments to PBE IAS 12) (agenda item 9.3);
- (b) APPROVED the accompanying Invitation to Comment (agenda item 9.2);
- (c) AGREED to propose an effective date of 1 January 2020 (with early application permitted) for the amendments; and
- (d) AGREED a comment period of 90 days.

The Board moved into non-public session.