

New Zealand Accounting Standards Board

**Minutes of the meeting held on Tuesday, 13 December 2022,
at the External Reporting Board Office, Level 7, 50 Manners St, Wellington,
which commenced at 9.00 am**

Members present:	Carolyn Cordery (Chair) Michael Bradbury Francis Caetano Denise Hodgkins Richard Perry Richard Smyth Jason Stinchcombe Keith Kendall (agenda items 1–2.3) Warwick White
Apologies:	Lara Truman Keith Kendall (agenda items 2.4–11) Jason Stinchcombe (2.00pm–2.30pm during agenda item 7)
Guests:	Jacco Moison, FMA (agenda item 5) Sanja Sesto, FMA (agenda item 5) Todd Beardsworth, IPSASB member (agenda item 6) Angus Thomson, AASB staff (agenda item 8)
Observers:	Angelika Shevchenko, EY (agenda item 4) John Ngiam, CAANZ (agenda items 4 and 7) Jacco Moison, FMA (agenda item 4) Sanja Sesto, FMA (agenda item 4) <i>AASB staff:</i> Fridrich Housa (agenda items 1–7) Kimberley Carney (agenda items 2.2–4) Ao Li (agenda item 4) Maggie Man (agenda item 7) Patricia Au (agenda items 8)
In attendance:	April Mackenzie – Chief Executive (agenda items 2 and 7) Anthony Heffernan – Director, Accounting Standards Charis Halliday – Technical Director, Accounting Standards Carly Berry – Project Manager, Accounting Standards Tereza Bublikova – Project Manager, Accounting Standards Jamie Cattell – Project Manager, Accounting Standards Gali Slyuzberg – Senior Project Manager, Accounting Standards

PUBLIC SESSION – AGENDA ITEM 4

4 DISCLOSURE OF FEES PAID TO AUDIT FIRMS

The Board:

- (a) CONSIDERED feedback received on the EDs on *Disclosure of Fees Paid to Audit Firms*; and
- (b) AGREED on how to address the key issues raised by ED respondents.

PUBLIC SESSION – AGENDA ITEMS 7–9

7 TIER 4 STANDARD

The Board APPROVED for issue the Tier 4 (NFP) Standard and the Tier 4 (PS) Standard, subject to the finalisation of matters raised at this meeting.

The Board AGREED to issue the Tier 4 Standards before approving and issuing the Tier 3 Standards, for the following key reasons.

- (a) The six-month consultation on the proposed amendments to the Tier 4 Standards allowed for extensive outreach with stakeholders and resulted in a significant number of submissions. Overall, feedback indicated strong support for the proposed Tier 4 Standards. Refinements suggested by respondents were discussed and agreed by the Board at this meeting. No fundamental concerns with the proposed Tier 4 Standards were identified in submissions.
- (b) Publishing the updated Tier 4 Standards without waiting for the finalisation of the Tier 3 Standards would allow Tier 4 entities to start benefiting earlier from the simplifications introduced by the updated Tier 4 Standards. The amended Tier 4 Standards allow for early application.
- (c) For incorporated societies that will be required to report in accordance with the Tier 4 Standard for NFPs once the Incorporated Societies Act 2022 comes into effect, it would be useful to have the updated Tier 4 Standard available early, so that they can start considering transition to Tier 4.

8 PBE IFRS 17 INSURANCE CONTRACTS – PUBLIC SECTOR

The Board AGREED to EXTEND the effective date of PBE IFRS 17 *Insurance Contracts* for the public sector entities as proposed in the ED from periods beginning on or after 1 January 2025

to periods beginning on or after 1 January 2026 and APPROVED the related amendment to the Basis for Conclusions.

The Board AGREED that no Reduced Disclosure Regime (RDR) concessions should be given with respect to the disclosure requirements in the amending standard *Insurance Contracts in the Public Sector*.

The Board APPROVED the amending Draft Standard *Insurance Contracts in the Public Sector*, subject to staff preparing a New Zealand version of the Standard reflecting decisions made at this meeting which will be approved for issue out-of-session by the Chair.

The Board APPROVED the signing memorandum from the Chair of the NZASB to the Chair of the XRB Board, requesting approval to issue *Insurance Contracts in the Public Sector*.

9 STANDARDS APPROVED

The Board NOTED the approval certificates for the for-profit amending standard *Lease Liability in a Sale and Leaseback*.