

GAAP/GFS Convergence Project Advisory Panel
 Consultation Paper 1 – Correction to Attachment B

It has been brought to our attention that the illustrated treatment of “income from investments in public corporations” in the 9th line of Attachment B to Consultation Paper No.1 as an “other economic flow” of the General Government Sector is inconsistent with the preliminary AASB view in relation to question 5(g) in Consultation Paper No.1. That preliminary view is that the converged GAAP/GFS financial statements should treat such income as a transaction (consistent with the GFS treatment) rather than as an other economic flow.

The correction of this line item is shown in the extract below. We apologise for any confusion that the error may have caused. We would not expect this to have a significant impact on any responses you may already have provided.

Government XYZ													
Statement of Financial Performance and Fiscal Impact													
for the year ended 200X													
	Notes	GGS			Other Sectors			Elimination			Whole of Government		
		Transactio ns \$m	Other Economic Flow \$m	Total \$m	Transactio ns \$m	Other Economic Flow \$m	Total \$m	Transactio ns \$m	Other Economic Flow \$m	Total \$m	Transactio ns \$m	Other Economic Flow \$m	Total \$m
<i>Operating Revenues</i>													
Taxation		x	-	x	-	-	-	(x)	-	(x)	x	-	x
...													
<i>Less Operating Expenses</i>													
Write-down of Accounts Receivable		-	x	x	-	x	x	-	-	-	-	x	x
...													
Operating Surplus (Deficit)		-	-	X	-	-	X	-	-	(X)	-	-	X
Disposal Gain (Loss)		-	x	x	-	(x)	(x)	-	-	-	-	x	x
PPE Revaluation		-	x	x	-	(x)	(x)	-	-	-	-	x	x
FX Gain (Loss)		-	x	x	-	(x)	(x)	-	-	-	-	(x)	(x)
Other Entity Surplus (Deficit)		-	-	X	-	-	X			-	-	-	X
Income from Associates	5(f)	-	x	x	-	x	x	-	-	-	-	x	x
Income from Investments in Public Corporations	5(g)	x	-	x	-	-	-	(x)	-	(x)	-	-	-
...													
Financial Revenue (Expense)		-	-	X	-	-	X	-	-	(X)	-	-	X
Entity Surplus (Deficit)		-	-	X	-	-	X	-	-	(X)	-	-	X