



## EXTRACT FROM MINUTES: AASB 29-30 JULY 2009 MEETING

### Presentation & Disclosures by Private Sector Not-for-Profit Entities

Agenda Item 9

The Board had before it:

- (a) a memorandum from Robert Keys, Christina Ng and Maybelle Chia dated 15 July 2009 (Agenda paper 9.1); and
- (b) a project proposal on presentation and disclosures by private sector not-for-profit entities (including charities) (Agenda paper 9.2).

The Board considered the agenda papers and decided to initiate an active project 'Disclosures by Private Sector Not-for-Profit Entities'.

Initially, the project should focus on disclosures Australian Accounting Standards do not currently require of private sector not-for-profit entities that should be required; having regard to the information needs of users of general purpose financial statements. In the first instance, consideration should be given to work being undertaken by the International Public Sector Accounting Standards Board and the New Zealand Financial Reporting Standards Board on service performance reporting (in particular, Technical Practice Aid TPA-9 *Service Performance Reporting*). Consideration should also be given to the IASB's work on Management Commentary. The intention is that this aspect of the project has a 12-month timeframe.

The Board expressed its desire to not increase the disclosure burden on not-for-profit entities and decided the project should also consider whether there are any existing disclosure requirements in Australian Accounting Standards for which the information provided to users might not be justifiable from a cost/benefit perspective.

The project should involve ongoing consultation with constituents rather than a series of consultation documents.

In addition, the Board noted that its work on this project might lead to it undertaking further work on the presentation of financial statements, such as the structure of the statement of comprehensive income.

Action:

Staff