



Australian Government
Australian Accounting Standards Board

Memorandum

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| To: | AASB members | Date: | 18 August 2015 |
| From: | Mark Shying | Agenda Item: | 14.1 (M147) |
| Subject: | Income of Not-for-Profit Entities | Project Priority | High |
| Project Status: | Initial consideration | Decision-Making: | High |

Action for this meeting

To consider the feedback received on ED 260 *Income of Not-for-Profit Entities* and approve the draft project plan for progressing the project.

Link to project summary

[http://www.aasb.gov.au/admin/file/content102/c3/Income of Not for Profit Entities Project Summary.pdf](http://www.aasb.gov.au/admin/file/content102/c3/Income_of_Not_for_Profit_Entities_Project_Summary.pdf)

Attachments

Agenda Paper 14.2 – Staff Issues Paper – Staff Summary of Comment Letters and Outreach ED 260 *Income of Not-for-Profit Entities* [to be mailed out 28 August]

Agenda Paper 14.3 – ED 260 *Income of Not-for-Profit Entities* – Draft Project Plan September 2015 [to be mailed out 28 August]

Agenda Paper 14.4 – Comment letters received on ED 260 *Income of Not-for-Profit Entities*

Overview

Due to the timing of the comment letter deadline, a staff summary of submissions received and outreach comments will be provided to Board members on 28 August. A draft project plan will also be provided at the same time.

Background

In April 2015, the AASB issued ED 260 *Income of Not-for-Profit Entities*. The comment period for ED 260 closed on 14 August 2015. If implemented, the proposals in the ED would replace the current “reciprocal v non-reciprocal” income recognition requirements of AASB 1004 *Contributions* with requirements that are dependent on the identification of performance obligations within enforceable agreements. The release of the replacement standard for AASB 1004 and the amendments to AASB 15 *Revenue from Contracts with Customers* are targeted for the first half of 2016.

At the time of writing this memo eleven submissions have been received. Staff outreach has identified a significant interest in this project from constituents across both the private and public not-for-profit sectors.