



# Post-implementation Review of AASB 1059 *Service Concession Arrangements: Grantors*

## Project summary

The AASB issued AASB 1059 *Service Concession Arrangements: Grantors* in July 2017. The project summary for the original development of AASB 1059 can be accessed [here](#).

In 2022, the AASB commenced the Post-implementation Review (PIR) of AASB 1059 and issued Invitation to Comment (ITC) 49 *Post-implementation Review of AASB 1059 Service Concession Arrangements: Grantors* for comment, which closed on 28 February 2023.

At its June 2023 meeting, the AASB reprioritised its workplan to focus on other priority projects, which included pausing the work on the PIR of AASB 1059 in July 2023.

The AASB resumed work on the PIR of AASB 1059 in February 2025. At its November 2025 meeting, the AASB decided to undertake standard-setting work as a high-priority project to consider developing amendments to AASB 1059 to address stakeholder concerns.

## Project contacts

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**Project status: Open**

## Consultation documents

- [ITC 49](#) *Post-implementation Review of AASB 1059 Service Concession Arrangements: Grantors*

## AASB Outreach

- Roundtable discussion
- [Comment letters](#) on ITC 49

## Board deliberations

- AASB Action Alert Update and AASB Board papers

## Latest project news

Date	News
20–21 November 2025	<a href="#">November 2025 Action Alert</a>
21–22 June 2023	<a href="#">June 2023 Action Alert</a>
3 August 2022	<a href="#">August 2022 Action Alert</a>
18 May 2022	<a href="#">May 2022 Action Alert</a>

The staff of the AASB have prepared this summary for information purposes only. The Board decisions described are tentative and do not change current accounting pronouncements unless otherwise indicated. Official positions of the AASB are determined only after extensive due process and deliberations. While this summary is regularly updated, it does not provide a comprehensive review or statement of events and should not be treated as such.

Last updated: 3 December 2025

## AASB Action Alert Update, Minutes and Selected Board Papers

Meeting Date	Update
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**November 2025** The Board completed Step 4 of the Post-implementation Review (PIR) process – consideration of feedback and evidence to determine next steps – for the PIR of AASB 1059 *Service Concession Arrangements: Grantors*.

The Board reviewed a summary of the feedback on Invitation to Comment ITC 49 *Post-implementation Review of AASB 1059 Service Concession Arrangements: Grantors* (September 2022), as well as feedback received through additional targeted outreach conducted in 2025. The Board noted that stakeholders raised concerns about a wide range of aspects of AASB 1059, including:

- (a) the scope and asset control criteria in paragraphs 2 and 5 of AASB 1059;
- (b) scoping into AASB 1059 arrangements where the operator does not provide the service concession asset (i.e. the operator operates and maintains the grantor’s existing assets);
- (c) the mandatory use of the cost approach to fair value in AASB 13 *Fair Value Measurement* to measure service concession assets;
- (d) the requirement to recognise intangible assets (e.g. data assets) at fair value when there is no active market for the asset; and
- (e) various matters not specially addressed by AASB 1059, including accounting for additions made to the service concession asset by the operator during the service period, variable consideration and contract modifications.

The Board decided to undertake standard-setting work as a high-priority project to consider developing amendments to AASB 1059 to address stakeholder concerns.

**5.0** Cover Memo: Post-implementation Review of AASB 1059 *Service Concession Arrangements: Grantors*

**5.1** Staff Paper: Assessment of feedback and evidence obtained

**5.2** Staff Paper: Summary of main issues and staff preliminary views

**June 2023**

The Board commenced its review of respondents’ comments on ITC 49. The Board noted that most of the comments relating to the scope and asset control criteria of AASB 1059 raised matters that the Board had previously considered in developing AASB 1059.

Nevertheless, the Board decided that further consultation with key ITC respondents would be useful to:

- (f) clarify whether their concerns with the scope and asset control criteria are related to:
  - (i) disagreement with the concepts underlying AASB 1059 paragraphs 2 and 5;
  - (ii) challenges experienced in applying those underlying concepts; or
  - (iii) disagreement with the result of applying AASB 1059 to certain types of transactions; and
- (g) obtain further input on specific topics where additional guidance and clarification are sought.

The Board will consider the remaining feedback received on ITC 49 (including comments on the recognition and measurement requirements of AASB 1059) and further stakeholder input on the scope and asset control criteria at a future meeting.

## AASB Action Alert Update, Minutes and Selected Board Papers

Meeting Date	Update
	<a href="#">5.1</a> Cover Memo: Overview of comments received on ITC 49
	<a href="#">5.2</a> Staff Paper: Stakeholder feedback on the scope and control criteria of AASB 1059
	<a href="#">5.3</a> Staff Paper: Staff's preliminary suggestions regarding the scope and control criteria of AASB 1059
	<a href="#">5.4</a> ITC 49 submission letters
<b>August 2022</b>	<p>The Board received an update on its Post-implementation Review (PIR) projects. In respect of the PIR of AASB 1059, the Board approved issuing an ITC for a 150-day comment period. A subcommittee of the Board is expected to finalise the ITC out of session in September 2022.</p> <p><a href="#">8.1</a> Post-implementation Reviews: Project update</p> <p><a href="#">8.3.1</a> Cover Memo: PIR of AASB 1059</p> <p><a href="#">8.3.2</a> [Working Draft] ITC: PIR of AASB 1059</p>
<b>May 2022</b>	<p>The Board received an update on its PIR project, including a revised project timeline. In respect of the PIR of AASB 1059, the Board considered the key findings of the planning phase and decided to bring forward the outreach phase of the project. The Board plans to issue a consultation document for the PIR of AASB 1059 in August 2022.</p> <p><a href="#">4.1</a> Post-implementation Reviews: Project update</p> <p><a href="#">4.3</a> Project plan – PIR of AASB 1059 <i>Service Concession Arrangements: Grantors</i></p>