



Report on AASB project: Insurance Activities in the Public Sector

Board meetings

Activity / Topic	AASB	NZASB	Comments
Scope: public sector activities to which AASB 17/PBE IFRS 17 should apply	Apr-2021	Apr-2021	Some criteria agreed, including: similar risks covered (as in private sector); arrangements are 'binding'; identifiable coverage period; participant contributions; management normally associated with insurance; and earmarked assets.
Risk adjustment: relevance and measurement	Apr-2021	May-2021	AASB agreed that no specific public sector guidance is needed. NZASB sought more information on costs and benefits of applying the IFRS 17 approach.
Discounting/inflating: used to measure insurance liabilities	Jun-2021	Jun-2021	Board meeting papers: <ul style="list-style-type: none"> Agenda Paper AASB 14.1/NZASB 8.1 Agenda Paper AASB 14.2/NZASB 8.2 Agenda Paper AASB 14.3/NZASB 8.3
PAA eligibility: criteria for using 'simplified' measure of liabilities for remaining coverage	Jun-2021	Jun-2021	
Reporting entities 'insurance entities' that should have GPFS	Planned Sep-2021	Planned Oct-2021	
Non-insurance costs: classification	Planned Sep-2021	Planned Oct-2021	
Onerous contracts: basis for recognition	Planned Sep-2021	Planned Oct-2021	
Investments backing insurance liabilities – measurement	Planned Sep-2021	Planned Oct-2021	
Targeted redeliberation on scope and risk adjustment	Planned Sep-2021	Planned Oct-2021	
Agree on Consultation document	Planned Nov-2021	Planned Dec-2021	
Issue Consultation document	Planned Feb-2022	Planned Feb-2022	
Consider feedback on Consultation document and proposals for addressing issues raised	Planned Apr-2022	Planned Apr-2022	
Address any sweep issues and agree on revised Standards	Planned May-Jul-2022	Planned May-Jul-2022	
Issue revised Standards	Planned Sep-2022	Planned Sep-2022	

Depending on the nature and extent of any amendments to the Standards and the Scope of the Standards, the Boards may need to consider the feasibility of retaining the same existing mandatory initial application date of AASB 17/PBE IFRS 17 for public sector entities (reporting periods ending on or after 1 January 2023).

AASB 17 TRG Public Sector Focus Group and other stakeholder involvement

Stakeholders are invited to read Board meeting papers and provide comments to staff (written or through discussion) – either ahead of Board meetings or after.