

# GRAP reporting landscape – 2022 and beyond





# Disclaimer

***The views and opinions expressed in this presentation are those of the individual. Official positions of the ASB on accounting matters are determined only after extensive due process and deliberation.***





# Overview of today's session

- Reporting landscape 2022
- Overview of Exposure Drafts and current projects
- What's new internationally?



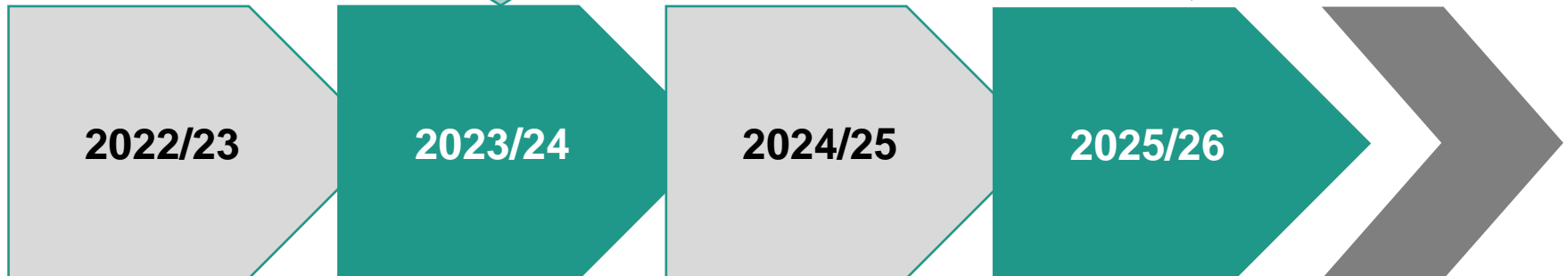
# Reporting Framework for 1 April 2022 and beyond



# An overview

- #1 GRAP 25 on *Employee Benefits* (and IGRAP 7)
- #2 IGRAP 21 *The Effect of Past Decisions on Materiality*
- #3 Amendments to GRAP 1
- #4 Improvements to Standards of GRAP, 2020
- #5 Guideline on Landfill Sites

GRAP 104 on *Financial Instruments* (2019)



No mandatory changes

Note: Based on information available on 30 September 2022

# Effective dates of changes

Topic	Effective date	Adoption arrangements
Amendments to GRAP 1 on <i>Presentation of Financial Statements</i>	1 April 2023	Early adopt amendments
IGRAP 21 on <i>The Effect of Past Decisions on Materiality</i>	1 April 2023	Early adopt amendment
Improvements to Standards of GRAP (2021)	1 April 2023	Early adopt amendments (per Standard)
Guideline on Accounting for Landfill Sites	Effective date of Improvements, particularly improvement to GRAP 17 on <i>Property, Plant and Equipment</i>	
GRAP 25 on <i>Employee Benefits</i> (and IGRAP 7)	1 April 2023	Early adoption of <u>entire Standard</u> permitted

# Effective dates of changes

Topic	Effective date	Adoption arrangements
GRAP 103 on <i>Heritage Assets</i>	To be determined	May not early adopt – Minister must still determine effective date
GRAP 104 on <i>Financial Instruments</i>	1 April 2025	Early adoption of <u>entire Standard</u> permitted

# IFRS not to be applied

Topic	IPSAS	ASB process
Fair Value Measurement (IFRS 13)	ED 77 on <i>Measurement</i>	Wait for IPSASB to complete (likely 2024-26 work programme)
Regulatory Deferral Accounts (IFRS 14)	No equivalent	Following IASB project
Revenue from Contracts with Customers (IFRS 15)	ED 70 on <i>Revenue with Performance Obligations</i>	Wait for IPSASB to complete (likely after 2026)
Leases (IFRS 16)	IPSAS 43 on <i>Leases</i>	Wait for Phase II to be completed (likely after 2026)
Insurance (IFRS 17)	No equivalent	Assessing impact locally



# IPSAS not to be applied

Topic	ASB process
Employee Benefits [IPSAS 39]	Apply GRAP 25 on <i>Employee Benefits</i>
Financial instruments [IPSAS 28-30 and 41]	Apply GRAP 104 on <i>Financial Instruments</i>
Public Sector Combinations [IPSAS 40]	Apply GRAP 105, 106 and 107 on transfers of functions and mergers
Social benefits [IPSAS 42]	Retain current accounting policies. ASB does not support “general approach” in IPSAS 42. Project initiated to develop Standard of GRAP on social benefits.
Amendments to IPSAS 19 for collective and individual services	Retain current accounting policies. ASB will assess accounting once IPSAS on transfer expenses complete.

# Newly published resources

Topic	Applicable date
<p>Research Paper on <i>The Desktop Review of Cash Flow Statements Presented in the Financial Statements</i></p>	<p>Not applicable Entities (and auditors) to review findings</p>
<p>Review Report on <i>Presentation of Budget Information in the Financial Statements</i></p>	<p>Not applicable Entities (and auditors) to review findings</p>
<p><i>Fact Sheet on Presentation of Budget Information in the Financial Statements</i></p>	<p>Not applicable</p>
<p>Fact Sheet on <i>Preparing AFS on a basis other than going concern</i></p>	<p>Not applicable</p>



# Overview of Exposure Drafts and current projects





# What's new at the ASB

Project	Status
<b><i>Recently completed</i></b>	
Work programme for 2024 to 2026	Consultation finalised
Amendments to GRAP 103 <i>Heritage Assets</i> approved by the Board in June 2022	Effective date pending
<b><i>Approval November 2022</i></b>	
Amendments to GRAP 1 to address going concern (ED 198)	Board to approve amendments after public consultation
Improvements to Standards of GRAP, 2022	Board to approve ED - Public consultation in 2023
Post-implementation Review of GRAP 109 <i>Accounting by Principals and Agents</i>	Board to approve ED - Public consultation in 2023





# What's new at the ASB

Project	Status
<b><i>Projects in progress</i></b>	
Comparison of IPSAS 40 to GRAP 105 to 107	Board will consider Exposure Drafts March 2023
Standard of GRAP on <i>Social Benefits</i>	Board discusses next steps in November 2022
Post-implementation review of GRAP 108 on <i>Statutory Receivables</i>	Board to consider project brief





# What's new at the IPSASB?





# Approved pronouncements

Pronouncement approved	Effective date
IPSAS 43 on <i>Leases</i> (aligned with IFRS 16 on <i>Leases</i> )	1 January 2025
<i>Improvements to IPSAS, 2021</i>	1 January 2023 Except changes related to IBOR (applicable from 1 January 2022)
ED 81 on <i>Conceptual Framework Update: Chapter 3 Qualitative Characteristics and Chapter 5 Elements</i>	Concurrently issued as ED 197; IPSASB is considering feedback
ED 82 on <i>Retirement Benefit Plans</i>	IPSASB is considering feedback on the ED
Consultation Paper on <i>Natural Resources</i>	Out for comment until 17 October 2022
Consultation Paper on <i>Advancing Public Sector Sustainability Reporting</i>	IPSASB is considering feedback on the ED





# Other projects in progress

Projects in progress include:

- Revenue and Transfer Expenses
- Measurement suite of Standards
- Leases phase 2







# Stay informed





# Stay informed

- All information can be accessed on our website [www.asb.co.za](http://www.asb.co.za).
- FAQs
- Follow the ASB on LinkedIn, Facebook, Twitter, YouTube
- Subscribe to our Newsletter via our website.
- Translations of the Standards.





# Stay informed

- GRAP Updates (for public entities) on YouTube



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