

Overview of Accounting Standards; IASs/IFRS and IPSAS Presentation by:

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Presentation agenda



- ☐ Introduction
- ☐ ISAs / IFRSs
- ☐ IPSAS
- ☐ Concluding Remarks

Overview of IAS / IFRS



- ❑ The IASB replaced the IASC in 2001. Since then, the IASB has amended some IASs and has proposed to amend others, has replaced some IASs with new International Financial Reporting Standards (IFRSs), and has adopted or proposed certain new IFRSs on topics for which there was no previous IAS. Through committees, both the IASC and the IASB also have issued interpretation of standards.

Overview of IAS / IFRS



- ❑ Financial statements may not be described as complying with IFRSs unless they comply with all of the requirements of each applicable standard and each applicable interpretation.

Overview of IAS / IFRS



- ❑ The term International Financial Reporting Standards (IFRSs) has both a narrow and a broad meaning.
- ❑ Narrowly, IFRSs refers to the new numbered series of pronouncements that the IASB is issuing, as distinct from the International Accounting Standards (IASs) series issued by its predecessor.

Overview of IAS / IFRS



- ❑ Broadly, IFRSs refers to the entire body of IASB pronouncements, including standards and interpretations approved by the IASB and its predecessor IASC together with their interpretations.

Structure of the Standards



□ Recognition



□ Measurement



□ Disclosures



Overview of IPSAS



- ❑ International Public Sector Accounting Standards (IPSAS) are a set of accounting standards issued by the IPSAS Board for use by **public sector entities** around the world in the preparation of financial statements.
- ❑ These standards are based on International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB).

Overview of IPSAS



❑ There is 1 Standard on Cash Basis IPSAS (Revised)

(The revised version takes effect on January 1, 2019, with earlier adoption encouraged.)

❑ 40 Standards Accrual Basis IPSAS

Benefits of adopting IPSAS



- ❑ Improved accountability and transparency (greater detail and increased disclosure in financial statements)
- ❑ More credibility and reliability (independent standards, up to date with latest financial developments)
- ❑ Harmonization, comparability and consistency
- ❑ Improved governance – complete information on assets, liabilities, revenues and expense

IPSAS



#	Title	Based on
IPSAS 1	Presentation of Financial Statements	IAS 1
IPSAS 2	Cash Flow Statements	IAS 7
IPSAS 3	Accounting Policies, Changes in Accounting Estimates and Errors	IAS 8
IPSAS 4	The Effects of Changes in Foreign Exchange Rates	IAS 21
IPSAS 5	Borrowing Costs	IAS 23
IPSAS 6	Consolidated and Separate Financial Statements	IAS 27
IPSAS 7	Investments in Associates	IAS 28
IPSAS 8	Interests in Joint Ventures	IAS 31
IPSAS 9	Revenue from Exchange Transactions	IAS 18
IPSAS 10	Financial Reporting in Hyperinflationary Economies	IAS 29
IPSAS 11	Construction Contracts	IAS 11
IPSAS 12	Inventories	IAS 2
IPSAS 13	Leases	IAS 17
IPSAS 14	Events After the Reporting Date	IAS 10
IPSAS 15	Financial Instruments: Disclosure and Presentation (superseded by IPSAS 28 and IPSAS 30)	

IPSAS



#	Title	Based on
IPSAS 16	Investment Property	IAS 40
IPSAS 17	Property, Plant and Equipment	IAS 16
IPSAS 18	Segment Reporting	IAS 14
IPSAS 19	Provisions, Contingent Liabilities and Contingent Assets	IAS 37
IPSAS 20	Related Party Disclosures	IAS 24
IPSAS 21	Impairment of Non-Cash-Generating Assets	IAS 36
IPSAS 22	Disclosure of Financial Information About the General Government Sector	n/a
IPSAS 23	Revenue from Non-Exchange Transactions (Taxes and Transfers)	n/a
IPSAS 24	Presentation of Budget Information in Financial Statements	n/a
IPSAS 25	Employee Benefits	IAS 19
IPSAS 26	Impairment of Cash-Generating Assets	IAS 36
IPSAS 27	Agriculture	IAS 41
IPSAS 28	Financial Instruments: Presentation	IAS 32
IPSAS 29	Financial Instruments: Recognition and Measurement	IAS 39
IPSAS 30	Financial Instruments: Disclosures	IFRS 7

IPSAS



#	Title	Based on
IPSAS 31	Intangible Assets	IAS 38
IPSAS 32	Service Concession Arrangements: Grantor	IFRIC 12
IPSAS 33	First-time Adoption of Accrual Basis IPSASs	(IFRS 1)
IPSAS 34	Separate Financial Statements	IAS 27
IPSAS 35	Consolidated Financial Statements	IFRS 10
IPSAS 36	Investments in Associates and Joint Ventures	IAS 28
IPSAS 37	Joint Arrangements	IFRS 11
IPSAS 38	Disclosure of Interests in Other Entities	IFRS 12
IPSAS 39	Employee Benefits	IAS 19
IPSAS 40	Public Sector Combinations	IFRS 3 (partially)
IPSAS 41	Financial Instruments	IFRS 9

Concluding



- ❑ We are operating in a global environment characterized by challenges that should be addressed in one accounting language that enhances transparency, accountability and efficiency.
- ❑ Standards address this challenge by providing a high quality, internationally recognised set of accounting standards that bring transparency, accountability and efficiency to financial markets around the world.