



Public Sector  
Accounting Board

# PSAB Update

September 13<sup>th</sup>, 2017

The PSA Handbook is the primary authoritative source of public sector GAAP.

The opinions stated in the presentation are those of the author and do not necessarily reflect the views of PSAB. Official positions of PSAB are established only after extensive public due process.

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# 2017-2020 Strategic Plan

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## OUR JOURNEY FORWARD

### 2017-2020 Strategic Plan

(effective April 1, 2017)



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# Strategic plan

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- Finalize the conceptual framework
- Review PSAB's approach to international public sector accounting standards
- Implement a not-for-profit strategy that meets the public Interest
- Encourage our stakeholders to accept our standards
- Develop standards that support public interest considerations

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# Project status

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Documents	Project
EDs	<ul style="list-style-type: none"><li>• Revenue</li><li>• Asset retirement obligations</li></ul>
SOPs	<ul style="list-style-type: none"><li>• Conceptual framework</li><li>• Public private partnerships</li></ul>
ITC	<ul style="list-style-type: none"><li>• Employment benefits (Pensions)</li></ul>
Consultation	<ul style="list-style-type: none"><li>• Financial instruments</li><li>• Not-for-profit</li><li>• International</li></ul>

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# 2017-18 Work Plan

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Current Projects	June 2017	September 2017	December 2017	March 2018
Conceptual Framework			SOP	
Asset Retirement Obligations				FS
Revenue				
Financial Instruments		DI		
Public Private Partnerships	SOP			ED
Employment Benefits		ITC		
International Strategy				CP
Not-for-Profit Strategy			DI	

**International**



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# International Strategy

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Strategic Plan – Review our approach to International Public Sector Accounting Standards

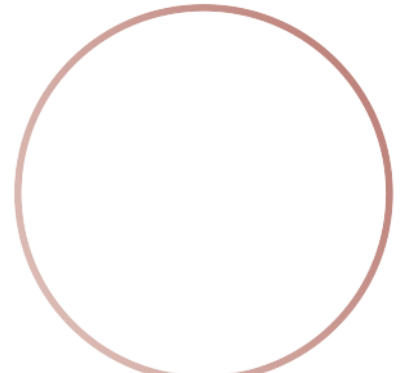
Conduct research on the differences between Canadian Public Sector Accounting Standards and International Public Sector Accounting Standards

Learn about experiences of other jurisdictions that have elected to follow International Public Sector Accounting Standards

Issue a public consultation paper to get the opinion of stakeholders'

Develop options for our international strategy

**Not-for-Profit**



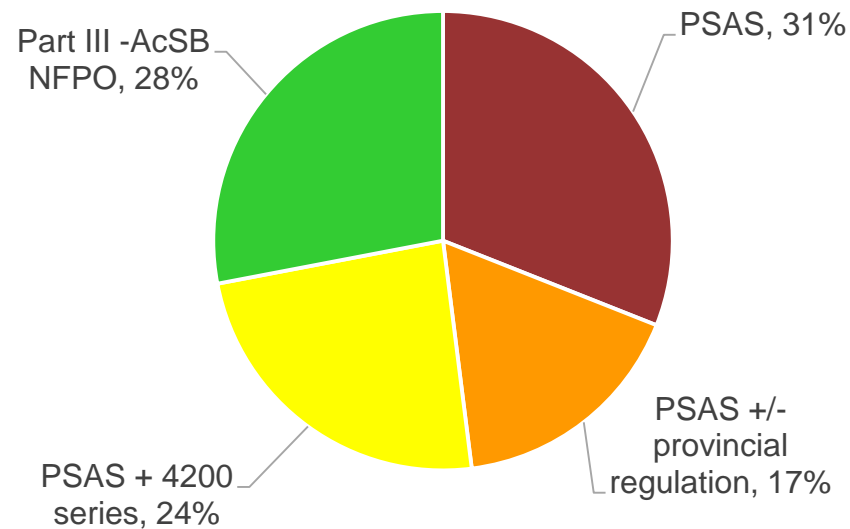


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# Horizon Scan

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## Canada's Top 100 NFP Organization (By Revenue)



■ PSAS ■ PSAS +/- provincial regulation ■ PSAS + 4200 series ■ Part III -AcSB NFPO

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# Objective of the Consultation Project

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- Understand and document the user needs of NFP organizations and its stakeholders;
- Understand and document the financial reporting issues raised by NFP organizations and its stakeholders;
- Present to the Board a list of financial reporting issues;
- Exploration of GNFPPO advisory group; and
- Identify next steps

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# Consultations

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We intend to hold consultations with the following:

- (1) Not For Profit Organizations;
- (2) Other Government Organizations (EHealth, Infrastructure Ontario, etc.)
- (3) Ministries (Ministry of health etc.)
- (4) Auditors
- (5) Provincial comptrollers
- (6) Interest Groups (CAUBO, COFO and AFP)

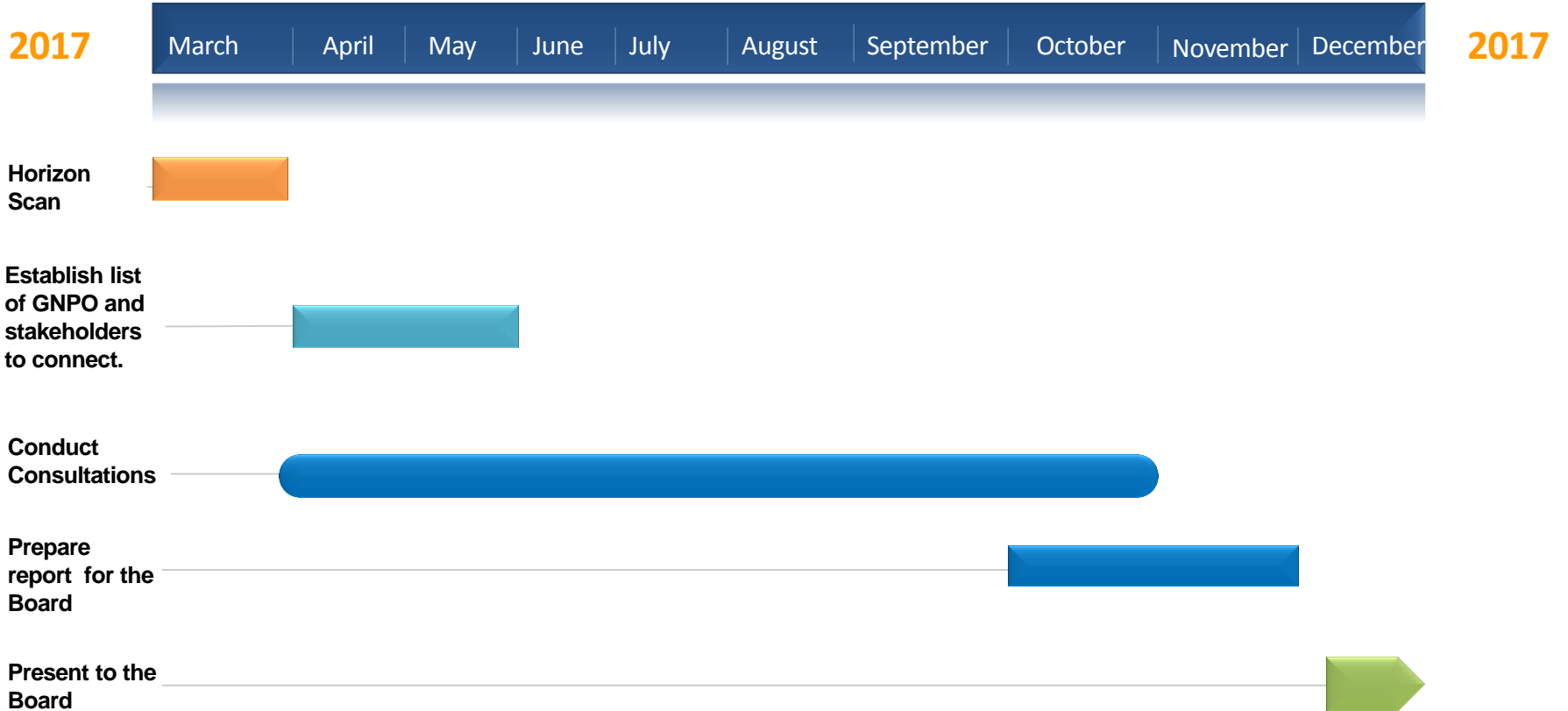
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# Agenda - Consultations

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- Users of the Financial Statements;
- Regulatory and compliance requirements;
- Comparators and financial performance metrics;
- Decision making process;
- Financial reporting issues
- Recommendations on how to further engage GNFPOs in the standard setting process;

# Project Timeline



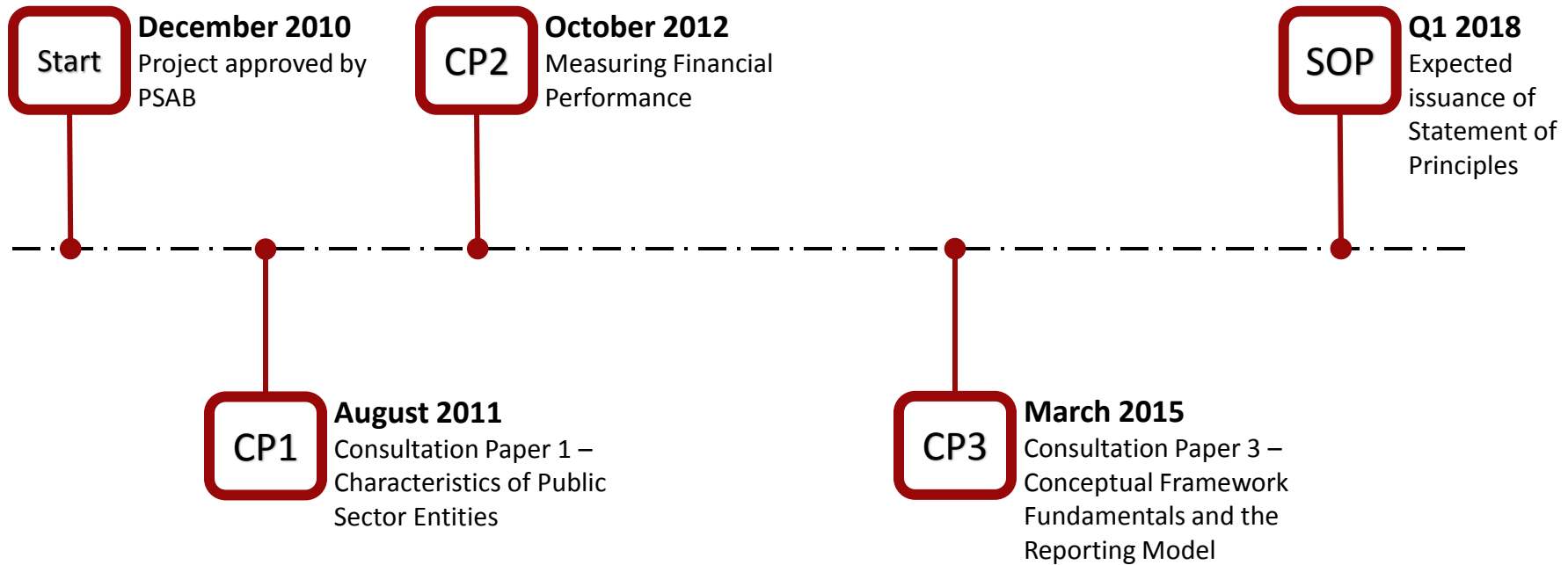
# Conceptual Framework



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# Timeline

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# Conceptual framework

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1. Issued 3 Consultation Papers
2. Introduce 9 New Chapters
3. Replace 2 Handbook Sections:
  - *Financial Statement Concepts*
  - *Financial Statement Objectives*
4. Develop a New Reporting Model
  - *Revise Section: Financial Statement Presentation*





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# Conceptual Framework– reporting model

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Reporting model

Presentation of financial statement information



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# Financial Instruments

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- Staff Meetings with Stakeholders
- Understand Challenges in Applying Standards
- Consult with Stakeholder Currently Applying Standard
- Evaluate a Hedging Option



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# Financial Instruments

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- IPSASB recently issued its Exposure Draft 62, *Financial Instruments*
- PSAB encourages interested stakeholders to participate in the IPSASB's due process and provide comments to articulate the Canadian landscape
- PSAB will consider the comments provided to the IPSASB
- PSAB Communication: <http://www.frascanada.ca>



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# Questions

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For more information, visit [www.frascanada.ca](http://www.frascanada.ca)

## **Contact**

Michael A. Puskaric

Director, Public Sector Accounting Board

Phone: +1 (416) 204-3451

Email: [mpuskaric@cpacanada.ca](mailto:mpuskaric@cpacanada.ca)