

# Accounting Update – an overview

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# Financial Reporting Update

Transition to new Public Sector Public Benefit Entity Standards

- Different reporting
- What entities need to do
- Some issues

# New PBE accounting standards - Nature of the transition



but



# How does the framework affect the public sector?

	Public Sector PBEs
Tier 1 [Expenses > \$30m]	full standards
Tier 2 [Expenses < \$30m]	full standards, but with reduce disclosures
Tier 3 [expenses < \$2m]	Separate, simplified standard and reporting – accrual
Tier 4 [expenses < \$125k]	Separate, simplified standard and reporting – cash

FYI – the *for-profit* sector also has a tier structure

# What does this mean for you?

- Plan – who, what, when
- Determine your reporting tier
- Carry out impact assessment and identify the adjustments required (if any)
- Restate the 2014 comparatives (if necessary)
- Disclose nature and amount of the adjustment for each financial statement line item that is **materially** affected

# Auditing the transition

