



# **Public Governance, Performance and Accountability (Financial Reporting) Amendment Rules 2019**

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I, Mathias Cormann, Minister for Finance and the Public Service, make the following rules.

Dated 15 March 2019

Mathias Cormann  
Minister for Finance and the Public Service

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## 1 Name

This instrument is the *Public Governance, Performance and Accountability (Financial Reporting) Amendment Rules 2019*.

## 2 Commencement

- (1) Each provision of this instrument specified in column 1 of the table commences, or is taken to have commenced, in accordance with column 2 of the table. Any other statement in column 2 has effect according to its terms.

<b>Commencement information</b>		
<b>Column 1</b>	<b>Column 2</b>	<b>Column 3</b>
<b>Provisions</b>	<b>Commencement</b>	<b>Date/Details</b>
1. The whole of this instrument	The day after this instrument is registered.	26 March 2019

Note: This table relates only to the provisions of this instrument as originally made. It will not be amended to deal with any later amendments of this instrument.

- (2) Any information in column 3 of the table is not part of this instrument. Information may be inserted in this column, or information in it may be edited, in any published version of this instrument.

## 3 Authority

This instrument is made under the *Public Governance, Performance and Accountability Act 2013*.

## 4 Schedules

Each instrument that is specified in a Schedule to this instrument is amended or repealed as set out in the applicable items in the Schedule concerned, and any other item in a Schedule to this instrument has effect according to its terms.

## Schedule 1—Amendments

### *Public Governance, Performance and Accountability (Financial Reporting) Rule 2015*

#### **1 Subsection 3(2)**

Omit “1 July 2017”, substitute “1 July 2018”.

#### **2 Subsection 3(3)**

Omit “under”, substitute “for the purposes of”.

#### **3 Section 5 (definition of AAS)**

Repeal the definition, substitute:

*AAS* (short for Australian Accounting Standards) means the accounting standards.

#### **4 Section 16 (heading)**

Omit “*AASB 132 Financial Instruments: Presentation and AASB 139 Financial Instruments: Recognition and Measurement*”, substitute “*AASB 9 Financial Instruments and AASB 132 Financial Instruments: Presentation*”.

#### **5 Subsection 16(1)**

Omit “*AASB 132 Financial Instruments: Presentation and AASB 139 Financial Instruments: Recognition and Measurement*”, substitute “*AASB 9 Financial Instruments and AASB 132 Financial Instruments: Presentation*”.

#### **6 Subsections 16(2) to (4)**

Repeal the subsections, substitute:

##### *Financial liabilities*

- (2) Unless otherwise required under AASB 9, an entity must use the same classification, for a financial liability that existed at the end of the last reporting period that began before 1 January 2018, as the entity used for the liability for that period.

##### *Expected credit losses*

- (3) If permitted under an AAS, entities must apply, for the following, the simplified approach for recognition of expected credit losses available under AASB 9:
- (a) trade receivables;
  - (b) contract assets (subject to subsection (4));
  - (c) lease receivables.
- (4) Paragraph (3)(b) applies in relation to:
- (a) the first reporting period to which AASB 15 *Revenue from Contracts with Customers* applies; and
  - (b) later reporting periods.

**7 Subsection 16(6)**

Repeal the subsection.

**8 Section 18 (heading)**

Omit “and other reporting requirements”.

**9 Subsection 18(3) (after table item 2)**

Insert:

2A	Department of Communications and the Arts	Administered financial assets Administered financial instruments Administered fair value measurement	<i>AASB 7 Financial Instruments: Disclosure</i> <i>AASB 13 Fair Value Measurement</i>
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**10 Subsection 18(3) (after table item 7)**

Insert:

7A	Department of Infrastructure, Regional Development and Cities	Administered financial assets Administered financial instruments Administered fair value measurement	<i>AASB 7 Financial Instruments: Disclosure</i> <i>AASB 13 Fair Value Measurement</i>
7B	Department of the Environment and Energy	Administered financial assets Administered financial instruments Administered fair value measurement	<i>AASB 7 Financial Instruments: Disclosure</i> <i>AASB 13 Fair Value Measurement</i>

**11 Subsection 18(4)**

Repeal the subsection.

**12 At the end of Part 3**

Add:

**18A Other information required for the Australian Government consolidated financial statements**

- (1) This section applies to information of a reporting entity if the information:
  - (a) is required for consolidation into the Australian Government consolidated financial statements; and
  - (b) is not reported in the entity’s financial statements.
- (2) The reporting entity must:
  - (a) prepare the information on the basis of accounts and records kept in accordance with section 41 of the PGPA Act; and
  - (b) ensure that the information undergoes a management assurance process equivalent to that which the entity’s financial statements must undergo.
- (3) The reporting entity must make the information available to the Department of Finance at the time and in the format requested by the Department of Finance.

- (4) When the information is made available to the Department of Finance, it must be accompanied by a statement by the CFO of the reporting entity that the information:
- (a) has been prepared on the basis of accounts and records kept in accordance with section 41 of the PGPA Act; and
  - (b) has undergone a management assurance process equivalent to that which the entity's financial statements must undergo; and
  - (c) is complete and accurate.

### 13 Section 29 (guide)

Omit "AASB 139 *Financial Instruments: Recognition and Measurement*", substitute "AASB 9 *Financial Instruments*".

### 14 Paragraph 32(3)(c)

After "fair value", insert " , with any changes in fair value being recognised in the statement of comprehensive income".

### 15 At the end of Part 5

Add:

### 34B Aggregate assets and liabilities

#### Guide to this section

The purpose of this section is to require reporting entities to include in their financial statements a note disclosing total assets and total liabilities, broken down into:

- (a) amounts expected to be recovered or settled within 12 months; and
- (b) other amounts.

A reporting entity must disclose the following in a note in the financial statements for a reporting period:

- (a) the total of:
  - (i) any amounts expected to be recovered from assets within 12 months after the end of the reporting period; and
  - (ii) cash;
- (b) the total of any other amounts recoverable from assets;
- (c) the total of any amounts expected to be settled for liabilities within 12 months after the end of the reporting period;
- (d) the total of any amounts that are expected to be settled for liabilities more than 12 months after the end of the reporting period.

### 16 At the end of section 48

Add:

- (8) If a reporting entity holds part of the closing balance of a special account on trust, the reporting entity must:
- (a) disclose the amount so held as a footnote to the special accounts notes; and
  - (b) not include that amount in the entity's statement of financial position; and



- (c) not include that amount in any statements or notes required by AASB 7 *Financial Instruments: Disclosures* or AASB 9 *Financial Instruments*.