



Board Meeting Summary Paper

AUASB
AGENDA
ITEM NO.

7

Meeting Date:
28 February

2011

Subject: Revision and Redrafting of AGS 1054
*Auditing Revenue of Charitable Entities to
GS 019 Auditing Fundraising Revenue of
Not-for-Profit Entities*

Date: 15 February 2011

Action Required

For Information Purposes Only

Agenda Item Objectives

To discuss/clear with the AUASB the comments received from stakeholders and proposed disposition on comments and impact if any on the proposed final draft GS 019.

Subject to the above discussion the AUASB will seek the Board's final approval of the revised GS 019 either at the meeting or if need be, for approval outside the meeting with the intention for the GS to be released by 31 March 2011.

Background

AGS 1054 was last updated and reissued by the former AuASB in July 2002. Currently the Australian Accounting Standards Board (AASB) is undertaking a number of projects in the area of Not-for-Profit entities which will need to be considered as part of the revision to AGS 1054 *Auditing Revenue of Charitable Entities*.

The project plan for the revised AGS 1054 *Auditing Revenue of Charitable Entities* was first presented to the AUASB in October 2009. Since then further research and discussions with various Board members and practitioners have been conducted, about the issue of completeness of fundraising revenue and its application to the broader NFP industry. From these discussions it would appear that similar audit issues are occurring in the NFP sector as well and as such AGS 1054 *Auditing Revenue of Charitable Entities* has been revised accordingly to broaden the scope to include NFP entities.

Since the November Board meeting the proposed draft GS 019 was distributed to interested stakeholders for comment by 4 February 2011. Comments were received from five stakeholders (refer item 7.2) and these have been considered by the AUASB in preparing the final draft GS 019 (refer item 7.3) for discussion at the February meeting.

This document contains preliminary views and/or AUASB Technical Group recommendations to be considered at a meeting of the AUASB, and does not necessarily reflect the final decisions of the AUASB. No responsibility is taken for the results of actions or omissions to act on the basis of reliance on any information contained in this document (including any attachments), or for any errors or omissions in it.

Project Completion

1. Final draft GS 019 sent to OBPR with PRIA on 14/02/11 for consideration. AUASB are awaiting clearance from OBPR that a RIS is not required.
2. Final comments/edits sought from AUASB at 28 February meeting.
3. Approval for release sought from AUASB at 28 February meeting subject to final comments/technical QA or out of session to be completed by end of March.
4. Technical QA to be completed in March prior to final release of GS 019 by 31 March 2011.

Matters to Consider

Refer to the attachment to Board Meeting Summary Paper for matters to consider.

AUASB Technical Group Recommendations

The AUASB technical group recommends that the substantive and editorial changes to the final draft GS 019 be adopted and approved for final release subject to OBPR sign off and technical QA processes being completed by 31 March 2011.

Material Presented

Agenda Item 7	Board Meeting Summary Paper
Agenda Item 7.1	Attachment to Board Meeting Summary Paper
Agenda Item 7.2	Comments Received and Proposed Disposition on GS 019
Agenda Item 7.3	Revised and Redrafted GS 019 <i>Auditing Fundraising Revenue of Not-for-Profit Entities</i> (Marked Up Version)
Agenda Item 7.4	Revised and Redrafted GS 019 <i>Auditing Fundraising Revenue of Not-for-Profit Entities</i> (Clean Version)
Agenda Item 7.5	OBPR - Draft PRIA GS 019

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Action Required

No.	Action Item	Deliverable	Responsibility	Due Date	Status
1.	AUASB review/comment on final proposed GS 019.	Approval to release GS 019 subject to comments / QA in Board meeting or defer to out of session vote post Board meeting.	AUASB	28 February	

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