



AUASB Board Meeting Summary Paper

AGENDA ITEM NO. **7**

Meeting Date: 14 June 2011

Subject: Amendments to Australian Auditing Standards

Date: 2 June 2011

Action Required

For Information Purposes Only

Agenda Item Objectives

To approve issue of amending standard ASA 2011-1 *Amendments to Australian Auditing Standards*.

Background

The “clarity” versions of the Australian Auditing Standards were issued in October 2009 and were operative for financial reporting periods commencing on or after 1 January 2010. Practitioners have commenced applying the standards, relating to for example:

- (a) half-year financial periods to 30 June 2010; and
- (b) year-end financial periods to 31 December 2010.

Accordingly, it was appropriate to seek practitioner input as to any errors or other issues requiring amendment to the standards. Input was not sought on issues relating to the practical application of the standards – that is to be dealt with separately under the AUASB’s work programme on monitoring implementation of the standards.

The ED was developed from unsolicited input received from practitioners and the accounting bodies together with issues identified by the AUASB Technical Group. The aim of exposing the proposed amending standard was to elicit further amendments from constituents. Responses to the

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ED and proposed dispositions have been tabulated for Board consideration. Responses to the ED were supportive. [See Agenda Item 7.6]

Matters to Consider

The AUASB is requested to consider the attached supporting documentation and approve ASA 2011-1 for issuance subject to final QA procedures.

Notes on Enclosures:

Agenda Item	Comments
7.1	The Board is requested to vote on the issuance of the amending standard. The clean version of the amending standard is presented for this purpose. This version is lodged with the Federal Registry of Legislative Instruments (FRLI) and is reviewed by Parliament.
7.2	The Explanatory Statement (ES) is required as an accompaniment to the disallowable instrument (i.e. the amending standard). The ES is presented with the standard for Parliamentary review and is also lodged with FRLI. The ES is to be considered by the Board at the time it votes on ASA 2011-1.
7.3 & 7.4	The Regulatory Impact Assessment (RIA) and Office of Best Practice Regulation (OBPR) approval. The RIA is to be considered by the Board at the time it votes on ASA 2011-1.
7.5	The marked up version of ASA 2011-1 has been produced by converting the ED into a standard. Then, all changes resulting from constituent comments and other QA reviews have been added to the document - they are identified by shading and an arrow in the right-hand margin.
7.6	Tabulation of responses to the ED and proposed dispositions. Board to consider.
7.7	The amendments have been incorporated into each relevant Auditing Standard and the resultant “compiled” standards (clean versions) will be published on the AUASB website once ASA 2011-1 has been approved. Compiled standards are not legislative instruments. Electronic versions of each relevant compiled Auditing Standard showing mark-up changes are provided for the Board’s consideration.

AUASB Technical Group Recommendations

The amending standard ASA 2011-1 is approved.

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Material Presented

Agenda Item 7	Board Meeting Summary Paper
Agenda Item 7.1	ASA 2011-1 (Clean Version for voting)
Agenda Item 7.2	Explanatory Statement
Agenda Item 7.3	Regulatory Impact Assessment
Agenda Item 7.4	OBPR Approval
Agenda Item 7.5	ASA 2011-1 (Marked Up version)
Agenda Item 7.6	ED Comments Received and Proposed Disposition
Agenda Item 7.7	Compiled Standards (electronic versions only)

Action Required

No.	Action Item	Deliverable	Responsibility	Due Date	Status
1.	Approve amending standard ASA 2011-1	Minuted approval	AUASB	14 June 2011	

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