



AUASB Board Meeting Summary Paper

AGENDA ITEM NO. **10**

Meeting Date: 10 September 2013

Subject: Revision of GS 002 *Audit Implications of Prudential Reporting Requirements for Registered Superannuation Entities*

Date Prepared: 27 August 2013

Action Required

For Information Purposes Only

Agenda Item Objectives

To update the AUASB on the progress of the GS 002 *Audit Implications of Prudential Reporting Requirements for Registered Superannuation Entities* project since the 29 July 2013 AUASB meeting.

Background

APRA has been in the process of aligning their Superannuation unit to that of the other APRA regulated areas being General Insurance, Life Insurance and ADIs over the last three years. With the release of MySuper requirements and the issuance of the full suite of APRA Superannuation Prudential Standards (SPSs) at the end of June 2013, this transition is almost complete.

The AUASB formed a Superannuation PAG at the end of 2012, with the first PAG meeting held on 4 December 2012. As part of this process the AUASB with the PAG were consulted by APRA prior to the completion of SPS 310 and were able to provide valuable input into paragraph 19 of SPS 310 “Responsibilities of the RSE auditor – reporting” and the resultant Attachment A and Attachment B’s that outline in detail reporting dates and Reporting Standards (forms) that make up the content of the auditor’s audit and review reports and whether these forms require reasonable or limited assurance.

It is anticipated between now and December 2013, that further collaboration will occur between the AUASB and APRA on the proposed scope of both GS XXX *Audit Implications of Prudential Reporting Requirements for Registered Superannuation Entities* and the APRA Superannuation Prudential Practice Guide SPG 310.

Project Update to AUASB (since 29 July Board meeting)

Considerable work has been done on drafting the guidance statement in line with SPS 310 since the last AUASB meeting in preparation for the next PAG meeting being held on 2 September.

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.

Discussions at the PAG meeting will focus on each of the discrete reporting engagements under SPS 310 (excluding the financial statement audit) and the work effort required under these engagements and what the subject matter experts see as the key risk areas that require further guidance in GS 002.

Prior to the PAG meeting, the AUASB will attend a special one-off SNACC meeting on 29 August 2013 regarding APRA SPG 310 Audit and Related Matters Guidance and the 2013/2014 audit form. APRA are conducting targeted consultation with SNAC Committee members at this time and then a 4 week public consultation period commencing in early September. APRA will incorporate any comments and feedback from SNACC consultation into the version to be released for public consultation.

The AUASB have also had an informal discussion with APRA regarding the draft audit report and SPG 310 on Tuesday, 27 August.

The AUASB will continue to consult APRA as required throughout the drafting of the guidance statement where further clarification on matters is required.

Next Steps

A second PAG meeting may be held as required in early November 2013 and any other feedback or input required before this time will be done by email.

The AUASB will receive a 1st read draft at the 28 October 2013 AUASB meeting and a 2nd/final draft for the 2 December 2013 AUASB meeting.

Material Presented

Agenda Item 10	AUASB Board Meeting Summary Paper
Agenda Item 10.1	Project Timeline
