

**Meeting:** IESBA

**Meeting Location:** Virtual via Zoom

**Meeting Date:** November 30, December 1-4 and 7-8,  
2020

## Agenda Item

# 3

### Proposed Revisions to the Fee-related Provisions of the Code

#### Objective of Agenda Item

1. To consider with a view to approval the final text of the proposed revisions to the fee-related provisions of the Code.

The Task Force welcomes any advance comments and drafting suggestions on its proposed text in **Agenda Item 3-B**. Please email the comments to: [szilviasramko@ethicsboard.org](mailto:szilviasramko@ethicsboard.org) by **November 26, 2020**.

#### Task Force

2. The Task Force comprises:
  - Ian McPhee, IESBA Member and Task Force Chair
  - Michael Ashley, IESBA Member
  - Liesbet Haustermans, IESBA Member
  - Caroline Lee, IESBA Member

#### Activities since Last IESBA Discussion

3. After the September 2020 IESBA meeting, the Task Force Chair presented a high-level summary of the key comments on the Exposure Draft (ED), [Proposed Revisions to the Fee-related Proposals of the Code](#), and the Task Force's related responses and proposals to representatives of:
  - The Forum of Firms
  - The IESBA-National Standard Setters Liaison Group
  - The IFAC Small and Medium Practices (SMP) Advisory Group
  - The Committee of European Audit Oversight Bodies

During the IESBA meeting, the Task Force Chair will brief the Board on the main feedback received from these stakeholders.

4. Based on the input received during the September IESBA and CAG meetings, and the stakeholder feedback from the outreach activities during the quarter, the Task Force developed a revised text of the proposals in October 2020. The revised text, marked-up to the turnaround version presented at the September 2020 IESBA meeting, was circulated to the IESBA for early comment.

5. **Agenda Item 3-B** includes the marked-up changes from the September 2020 turnaround version of the text. **Agenda Item 3-B.1** includes the marked-up changes from the October 2020 version of the text for advance Board comment. **Agenda Item C** is the compilation of the advance comments from IESBA participants on the October 2020 version and the Task Force's responses.

#### Action Requested

6. IESBA members are asked to:
- (a) Consider the Task Force's responses to
    - The remaining issues described in **Agenda Item 3-A**; and
    - IESBA participants' advance input in **Agenda Item 3-C**;
  - (b) Consider the revisions and refinements to the proposed provisions in **Agenda Item 3-B**;
  - (c) Consider whether there are any other matters raised by respondents<sup>1</sup> to the ED that should be discussed by IESBA; and
  - (d) Approve the revised provisions as a final pronouncement.

#### Materials Presented

##### *For Discussion*

|                 |  |
|-----------------|--|
| Agenda Item 3-A | Remaining Issues and Task Force Proposals  |
| Agenda Item 3-B | Revisions to the Fee-related Provisions of the Code (Mark-up from the September 2020 Turnaround version) |

##### *For Reference*

|                   |   |
|-------------------|---|
| Agenda Item 3-B.1 | Revisions to the Fee-related Provisions of the Code (Mark-up from the October 21 version) |
| Agenda Item 3-C   | Compilation of Comments from IESBA Participants and Task Force Responses                  |
| Agenda Item 3-D   | Revisions to the Fee-related Provisions of the Code (Mark-up from ED)                     |

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<sup>1</sup> Respondents' comment letters can be accessed [here](#).