

Jabatan Akauntan Negara Malaysia Negeri Sabah

30 October 2013 (Wednesday)

Exposure Draft 53

First-time Adoption of Accrual Basis International Public Sector Accounting Standards (IPSASs)

Ref.	General Matter	Feedback / Comments
	<p><b>General Matter for Comment 1</b></p> <p>The IPSASB agreed that there should be a differentiation between those transitional exemptions that do not affect the fair presentation of a first-time adopter`s financial statements and its ability to assert compliance with accrual basis IPSASs, and those transitional exemptions that do affect fair presentation and its ability to assert compliance with accrual basis IPSASs.</p> <p>Do you agree with the proposed differentiation and how it is addressed in the Exposure Draft? If not, please provide a reason for your response and provide an alternative approach.</p>	<p>Agree.</p>
	<p><b>General Matter for Comment 2</b></p> <p>This Exposure Draft proposes a general transitional relief period of three years in allowing a first-time adopter to transition to accrual basis IPSASs.</p> <p>Do you agree that the relief period of three years is appropriate in assisting and providing relief to an entity that wants to adopt accrual basis IPSASs? If not, please indicate the time frame that, in your view, would be appropriate, supported with the reason for the longer or shorter transitional relief period that should be allowed.</p>	<p>We propose the period should be extended from 3 years to 5 years for transitional period for first-time adopter to transition to accrual basis IPSASs to ensure surplus balance in Government Financial Statement.</p> <p>*This proposal was based on JANM Sabah Accrual Committee members meeting on 30 October 2013 at 9.00am.</p>