

# SUMMARY OF NOTEWORTHY CHANGES TO THE FINANCIAL REPORTING REQUIREMENTS FOR QUEENSLAND GOVERNMENT AGENCIES

Effective for reporting periods beginning on or after 1 July 2022

## 1.0 INTRODUCTION

This summary outlines certain more noteworthy amendments in the 2022-23 update of the **Financial Reporting Requirements for Queensland Government Agencies** (FRRs) that agencies should give attention to. Amendments purely of an editorial/presentation nature or minor amendments that do not change the meaning of policy requirements/guidance are not included.

N.B. This is an updated final version of the corresponding summary issued in conjunction with the draft FRRs in May 2023. Further noteworthy amendments reflected in the final version of the FRRs are indicated by shading within this document. Minor or editorial amendments based on agency feedback are not included in this document.

## 2.0 UPDATES TO FRR PARTS 1-5

### 2.1 New and amended MRRs and/or Application Guidance in the 2022-23 update

LOCATION	TOPIC	NEW OR AMENDED POLICY/GUIDANCE
FRR 1A – Introduction and Prescribed Accounting Standards	1.4 Significant Impacts on 2023-24 and Later Reporting Periods	<p>New section on AASB 2022-10 <i>Fair Value Measurement of Non-Financial Assets of NFP Public Sector Entities</i>.</p> <p>Updated section on AASB 17 <i>Insurance Contracts</i> to reflect new effective date (1 July 2026) and the now issued amending standards AASB 2022-8 and AASB 2022-9.</p>
FRR 1A – Introduction and Prescribed Accounting Standards	1.5 Climate Related Risks and Financial Reporting	<p>Updated guidance on the latest international and Australian developments around climate risk reporting, including:</p> <ul style="list-style-type: none"> <li>- Current developments from the International Sustainability Standards Board (ISSB) and</li> </ul>

LOCATION	TOPIC	NEW OR AMENDED POLICY/GUIDANCE
FRR 1A – Introduction and Prescribed Accounting Standards	1.5 Climate Related Risks and Financial Reporting	<p>ongoing consultation with the AASB and Commonwealth Treasury on how Australian equivalents might apply in the future to the public sector;</p> <ul style="list-style-type: none"> <li>- Confirmation that the Taskforce on Climate-related Financial Disclosures (TCFD) framework is <b><u>not to be adopted</u></b> by Queensland Government agencies for the 2022/23 financial year;</li> <li>- Confirmation that draft pronouncements or exposure drafts issued by the ISSB are <b><u>not to be early adopted</u></b> by Queensland Government agencies for the 2022/23 financial year;</li> <li>- Updated details of key whole-of-Government climate related publications including the Climate Action Plan 2020-2030, Queensland Energy and Jobs Plan and Queensland Sustainability Report.</li> </ul>
	1.6 Financial Reporting Impacts of COVID-19	<b><u>Removed this section</u></b> , as the financial impacts from COVID-19 disclosure is no longer required in 2022-23.
FRR 4B – Assets	4B.9 Leases	Updated/Refreshed guidance relating to fit-outs under QGAO arrangements (no changes to previous position). <b>Reinserted guidance from previous years which remains relevant (inadvertently omitted from the draft).</b>
FRR 5D – Service Concession Arrangements and Other Public-Private Partnerships	5D.2 Scope of AASB 1059	New guidance on the “on behalf of the grantor” concept and inter-agency arrangements.
	5D.4 Accounting for Public-Private Partnerships Outside the Scope of AASB 1059	<p>Updated guidance relating to lifecycle payments, particularly in situations where there is no set replacement schedule and the replacements occur as and when needed.</p> <p><b>Revised guidance on lifecycle payments reflecting feedback from various stakeholders.</b></p>

### 3.0 MAJOR UPDATES TO SUNSHINE DEPARTMENT ILLUSTRATIVE FINANCIAL STATEMENTS (TIER 1)

TOPIC	STATEMENT / NOTES IMPACTED	SUMMARY OF UPDATE
<b>Public Sector Act 2022 update</b>	<ul style="list-style-type: none"> <li>Note A1 – General Information</li> <li>Note G1 – Other Information</li> </ul>	Update references to refer to both the <i>Public Sector Act 2022</i> and the <i>Public Service Act 2008</i> for 2022-23).
<b>AASB 2022-10 Fair value measurement amendments</b>	<ul style="list-style-type: none"> <li>Note D6 – Future Impact of Accounting Standards Not Yet Effective</li> </ul>	Minor updates for AASB 2022-10. (However, Treasury does not expect material impacts from these amendments – Agencies should contact Treasury if they anticipate a material change arising from AASB 2022-10).
<b>Removal of COVID-19 disclosures</b>	<ul style="list-style-type: none"> <li>Note B3-3 Grants and Subsidies</li> <li>Note E1 – Budgetary Reporting Disclosures and Significant Financial Impacts from COVID-19</li> </ul>	<b><u>Removed disclosures relating to financial impacts from COVID-19</u></b> , as these disclosures are no longer required in 2022-23.
<b>IFRIC agenda decision on cloud computing</b>	<ul style="list-style-type: none"> <li>Note G4 – First Year Application of New Accounting Standards or Change in Accounting Policy</li> </ul>	<b><u>Removed section about IFRIC agenda decision</u></b> on configuration / customisation costs in a cloud computing environment, as this was adopted in 2021-22.
<b>Climate Reporting</b>	<ul style="list-style-type: none"> <li>Note G6 – Climate Risk Disclosure</li> </ul>	<p>Updated wording in whole-of-Government climate reporting paragraph for new and superseded publications.</p> <p>Revised wording to focus disclosure on material climate related risks that impact current accounting estimates and judgements by the individual agency.</p>

### 4.0 MAJOR UPDATES TO FUTURE BAY REGIONAL HEALTH FOUNDATION ILLUSTRATIVE FINANCIAL STATEMENTS (TIER 2)

<b>Climate Reporting</b>	<ul style="list-style-type: none"> <li>Note G6 – Climate Risk Disclosure</li> </ul>	<p>Updated wording in whole-of-Government climate reporting paragraph for new and superseded publications. Revised wording to focus disclosure on material climate related risks that impact current accounting estimates and judgements.</p>
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