## SUMMARY OF CHANGES TO THE FINANCE MINISTER’S ORDERS FOR FINANCIAL REPORTING (INCORPORATING POLICY AND GUIDANCE) FOR REPORTING PERIODS ENDING ON OR AFTER 1 JULY 2009)

<table>
<thead>
<tr>
<th>Division</th>
<th>Changes</th>
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<tbody>
<tr>
<td>Title</td>
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<tr>
<td>1. Legislative Authority</td>
<td>• Section 1.72G: amended policies are now in white boxes (used to be grey)</td>
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<tr>
<td>2. Structure</td>
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<td>3. Further Information</td>
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<tr>
<td>4. Definitions</td>
<td>• ‘Administered Investments’: clarified</td>
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<td></td>
<td>• ‘Collection Institutions’: added</td>
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<td>• ‘Concessional Loan’: added</td>
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<td></td>
<td>• ‘Outcomes’: clarified that for reporting purposes outcomes equate to major activities in AASB 1052 <em>Disaggregated Disclosures</em></td>
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<td>• ‘Own-Source Income’: added</td>
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<td>• ‘Outsider’: amended to ‘Any person other than the Commonwealth, an official or a Minister.’</td>
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<td>• ‘Outputs’: removed</td>
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<td>• ‘Public Money’: added</td>
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<td></td>
<td>• ‘Unexpired Discount’: added</td>
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<td>5. Abbreviations</td>
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<td>6. Commencement</td>
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<td>7. Applicable Entities</td>
<td>• Section 7.51P: removed</td>
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<td>8. Authoritative Requirements</td>
<td>• Section 8.72G: removed</td>
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<td>9. Financial Reporting</td>
<td>• Section 9.1(d): added to mandate for-profit entities to disclose the fact that they are operating on a for-profit basis.</td>
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<tr>
<td>Structure &amp; Form</td>
<td>• Sections 9.6(a)-(b): removed: entities able to omit line items from disclosures for appropriations and special accounts, where the balance is zero in the current and comparative financial year.</td>
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<td>• Section 9.51P: removed previous section 9.51P</td>
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<td>• Section 9.51P: amended to clarify that cross-referencing must also be in accordance with the accounting standards</td>
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<td>• Sections 9.71-72G: added guidance</td>
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<td>10. Simplified Reporting</td>
<td>• Section 10.4: clarified</td>
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<td>11. Early Adoption of</td>
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<td>Accounting Pronouncements</td>
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<td>12. Materiality and</td>
<td>• Section 12.51P: simplified</td>
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<td>Information Disclosure</td>
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| 13. | **Rounding Off** | • Division 13: amended to clarify that:
  o The thresholds in Section 13.1 must be applied separately to departmental and administered reporting. |
| 14. | **Certificates** | • Section 14.2: amended:
  o By including the Chief Financial Officer (used to be in Section 14.52P);
  o To clarify that the statement must be signed by: the chair of the board (or a director) in accordance with a resolution of the board; the chief executive officer; and the chief executive financial officer |
| 15. | **Departmental and Administered Items** | • Policy under CAC Act bodies amended to read: “Unless directed by Cabinet or Finance Minister (Division 15) CAC bodies are not to recognise monies collected on behalf of the Commonwealth as an administered revenue or asset of the CAC Act body. The relevant FMA Act agency will make the appropriate disclosures.”
  • Policies under ‘Criteria for classifying items’ moved to guidance
  • Section 15.73-74G: added guidance
  • Section 15.3: amended to include Division 17 |
| 16. | **Exemptions from This Schedule** | • Section 17.10(d): added
  • Section 17.14: added exemption for AMPC
  • Section 17.15: added exemption for ANU |
| 17. | **Approved Exemptions** | • Division 18: new division providing mandatory requirements and guidance related to Statement of Comprehensive Income requiring:
  o Single statement of comprehensive income; and
  o Net Cost of Services format |
| 18. | **Statement of Comprehensive Income** | • Section 19.41G: added to provide additional guidance for grants
  • Section 20.73G: added additional guidance for Department of Foreign Affairs and Trade (DFAT) |
| 19. | **Income** | • Section 21.1: amended to read ‘not-for-profit entities are to expense borrowing costs as incurred’
  • Sections 21.71-72G added guidance |
| 20. | **Expenses** | • Section 22.75G: simplified with reference to Interpretation 4 Determining whether an arrangement contains a lease
  • Sections 23.3A to C: amended. Now requiring additional disclosure in respect of director/senior executive remuneration.
  • Section 23.71G: updated to reflect changes made to sections 23.3A to C.
  • Sections 23.80G to 85G: added guidance related to sections 23.3A to C. |
| 25. | **Remuneration of Auditors** | • Division 25: new requirement and guidance on reporting of operating expenditure by Collection Institutions. |
| 30. | **Financial Assets** | • Section 30.1: moved to guidance (Section 30.71G) |
| 31. | **Receivables for Statutory Charges** | • Section 32.2: replaced ‘should’ with ‘must’ |
| 32. | **Investment of Surplus Money by Authorities** | • Section 33.1: amended to clarify that Division 33 applies to assets within scope of AASB 116 *Property, Plant and Equipment*, AASB 138 *Intangible* |
34. Impairment of Non-Financial Assets

35. Analysis of Non-Financial Assets

37. Heritage and Cultural Assets

38. Assets Held in Trust

39. Joint Ventures

40. Liabilities-General

41. Liabilities Relating To Dividends

42. Provisions

43. Employee Benefits

44. Measurement and Disclosure of Post-Employment Plans

45. Financial Instruments

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**Assets and AASB 140 Investment Property.**

- Section 33.2: added ‘Unless required by the applicable standard to be measured otherwise,’ and removed reference to ‘departmental and administered’
- Section 33.3: added ‘, in accordance with AASB 138’
- Section 33.3(b): added ‘for all assets in a class’
- Sections 33.51-53P: moved to guidance
- Sections 3d.55-57P: moved to guidance
- Sections 33.73-76G: simplified
- Section 33.80G: added guidance to AASB 116.68A
- Section 34.1: removed ‘(other than FMA Act section 31 appropriation)’
- Sections 34.51P & 53P: moved to guidance
- Section 34.74G: simplified

**34. Impairment of Non-Financial Assets**

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Not Current Version
| Section 45.72G: simplified |
| Section 45.79G: simplified |
| Sections 45.88-89G: added guidance on fair value measurement and disclosure |
| Sections 45.90-94G: added guidance on Public Money held by outsiders |
| Section 50.1: moved to guidance as it was a repeat of Section 85.4 |
| Section 60.3: added to the FMO (an existing requirement in Annexure A) |
| Section 60.71G: added guidance relating to Section 60.3 |
| Section 75.1: replaced ‘Entities’ with ‘Agencies’ |
| Section 80.5: added ‘except where the possibility of any outflow of resources embodying economic benefits is remote.’ |
| Section 80.6: added black letter |
| Section 80.54P: added policy on netting off of contingent liabilities and contingent assets |
| Section 81.4: clarified that the corresponding commitment receivable or payable must be recorded for ‘the net GST amounts recoverable from or payable to the ATO’ |
| Section 81.71G(c): added to clarify that commitments do not include future year appropriations. |
| Section 81.78G: added guidance on commitments receivable or payable for GST to be received from or paid to the ATO |
| New Division: provide requirements on asset additions disclosure |
| Section 85.4: amended by removing ‘or statement of recognised income and expense’ as it is no longer relevant under new AASB 101. |
| Section 85.5: amended as follows: |
| o line (f): amended to read ‘Less: Administered expenses (non CAC)’ and added ‘Payments to CAC Act bodies’ |
| o line (g)(i): amended to accommodate payments to CAC Act bodies |
| Section 85.6: removed |
| Section 85.73G: added guidance relating to Section 85.5(g)(ii) |
| Section 86.1: removed |
| Sections 86.71-75G: added guidance on income and expenses administered on behalf of government |
| Section 87.51P: moved to Division 4 |
| Section 87.52P(b): moved example of valuation techniques to guidance |
| Section 87.53P: replace ‘designated’ with ‘classified’ |
| Section 87.74G : added guidance on fair value disclosure |
| Division 92: amended to align with AASB 1004 and simplified |
| Section 92.3: defines the term ‘government department’ in AASB 1004 as a...
100. Recognition of Approps – General

- Section 100.2: removed as it was a repeat of Division 13
- Sections 100.55-57P: simplified
- Section 100.59P: removed as it was a repeat of Section 101.2
- Section 100.62P: amended to differentiate between ‘limited appropriations’ and ‘infinite appropriations’
  - Section 100.65P: added reference to EM 2009/33
- Section 101.1: added ‘for which it is the responsible agency,’
- Section 101.3(c): added ‘subject to the revenue recognition principle for special accounts in Section 120.3,’
- Section 101.5: amended to add clarity
- Section 101.11: amended to add clarity
- Section 101.13(d): added policy relating to appropriation on a no-win/no-lose basis
  - Section 101.53P: added disclosure requirements for where relevant agency receipts are returned to the OPA, and then subsequently redrawn
  - Section 101.75G: added to provide examples of additions and reductions under Section 101.13 that do not adjust income
  - Section 101.80G: added guidance on previous years’ output

101. Recognition of Approps - Departmental

- Section 101.1: added ‘for which it is the responsible agency,’
- Section 101.3: added ‘subject to the revenue recognition principle for special accounts in Section 120.3,’
- Section 101.4: amended to add clarity
- Section 101.11: amended to add clarity
- Section 101.13(d): added policy relating to appropriation on a no-win/no-lose basis
  - Section 101.53P: added disclosure requirements for where relevant agency receipts are returned to the OPA, and then subsequently redrawn
  - Section 101.75G: added to provide examples of additions and reductions under Section 101.13 that do not adjust income
  - Section 101.80G: added guidance on previous years’ output

102. Recognition of Approps - Administered

- Section 102.1: added ‘for which it is the responsible agency,’
- Section 102.2: removed
- Sections 102.51-54P: clarified and added policies on CAC Act body payment
- Sections 102.55-56P: added policies on Loan Appropriation
- Section 102.57P: moved to guidance
- Section 102.74G: updated reference to EM 2009/37 (Revised)

103. Recognition of Approps – CAC Entities

- Section 103.51P: added policy on loans appropriated prior to 2008-09
- Section 103.74G: updated reference to EM 2009/37 (Revised)

104. Disclosure of Approps

- Section 104.15: amended as follows:
  - amended to split Table A into A1 and A2
  - line (B): amended to consolidate Appropriation Act No. 1, 3 & 5
  - line (C): amended to read ‘[Other annual appropriation acts as passed] (show each Appropriation Act as a separate line item)’
  - line (D): amended to consolidate Appropriation Act Section 10, 11 & 12
  - line (E): replace ‘Section 14’ with ‘Section 13’
  - removed ‘Advance to the Finance Minister recovered (2007-08 only)’
  - line (F): amended to read ‘Indigenous Employment Special Account receipts (Appropriation Act Section 14)’
  - line (J): amended to read ‘Transfer of agency functions (FMA Act Section 32)’
  - line (N)(iv): added ‘Net GST payable to/from ATO’
  - Table A2 line (v): split into ‘spent’ and ‘retention’ amounts
- Section 104.16: changed to be consistent with Section 104.15
- Section 104.19: added to clarify that ‘Where line items (D) and (E) of Table C are prepared on a different basis for GST purpose, agencies must disclose whether these amounts are GST inclusive or exclusive.’
- Section 104.23: added
120. Special Accounts

- Section 104.24: added to clarify that ‘Where line item (D) of Table D is prepared on a different basis to line items (E) and (F) for GST purpose, agencies must disclose whether these amounts are GST inclusive or exclusive.’
- Section 104.27: added to clarify that ‘Where line items (E) and (F) of Table E are prepared on a different basis for GST purpose, agencies must disclose whether these amounts are GST inclusive or exclusive.’
- Section 104.28(b): line (H)(iii) added ‘* Net GST payable to/from ATO’ to be consistent with Table A1 and B1
- Sections 104.58-60P: amended to add clarity
- Sections 104.62-63P: amended to add clarity
- Section 104.71G: amended to add clarity
- Section 104.73G: added
- Section 104.76G: added guidance on agency not acting as an agent
- Section 104.77G: added guidance on FMA Section 30A
- Section 120.3: removed
- Section 120.4: amended by adding ‘unless it is classified as special public money, in which case it is reflected in the notes only’.
- Section 120.7: amended as follows:
  - line (d): amended to read ‘Appropriations to take account of recoverable GST (FMA Act Section 30A)’
  - line (g): replace ‘credits’ with ‘increase’
  - line (j): removed ‘debited from the special account’
  - line (k): replace ‘debited’ with ‘made’
  - line (l): replace ‘debited’ with ‘decrease’
  - line(m)(i): replace ‘transferred to’ with ‘held in’
- Section 120.10: change reference to ‘Section 5A of the Financial Management and Accountability Regulations 1997’
- Sections 120.54-55P: removed
- Section 120.57P: replaced ‘on a separate line’ with ‘as an aggregate figure’ and simplified
- Section 120.64P: moved to guidance
- Sections 120.71-81G: clarified

121. Reporting of Outcomes and Outputs

- Division 121: amended by adding ‘Entities that are not in the general government sector must disclose total revenue from activities subject to cost recovery.’ and removal of output reporting requirements.
- Sections 121.1-3: simplified
- Sections 121.2-4: amended Table A, B and C
- Section 121.53P(d): removed
- Section 121.73G: added guidance on activities subject to cost recovery
- Sections 121.77-80G: updated
- Section 121.81G: added reference to Charging Policy Team
- Section 122.1(b): added
- Section 122.2: amended as follows:
  - Section (a): added ‘In addition, the number of cases and total amount expensed must be disclosed by operation for Tactical Payments Scheme payments.’
  - Section (c): moved from policy
- Section 122.51P: removed
123. Competitive Neutrality

- Division 123: moved from Division 24
- Section 123.1(f): added
- Section 123.53P: moved from guidance