

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

Effective for reporting periods beginning on or after 1 July 2024

1.0 INTRODUCTION

This summary outlines certain more noteworthy amendments in the 2024-25 update of the **Financial Reporting Requirements for Queensland Government Agencies** (FRRs) that agencies should give attention to. Minor amendments purely of an editorial/presentation nature or minor amendments that do not change the meaning of policy requirements/guidance are not included.

2.0 NEW AND AMENDED MRR AND APPLICATION GUIDANCE FOR 2024-25

LOCATION	TOPIC	NEW OR AMENDED POLICY/GUIDANCE
FRR 1A – Introduction and Prescribed Accounting Standards	1.5 Climate Related Risks and Financial Reporting	<ul style="list-style-type: none"> Updated to reflect current status/developments as applicable for Queensland Government Agencies.
FRR 2B – Materiality	2B.1 AASB Practice Statement on Materiality	<ul style="list-style-type: none"> Removed unnecessary guidance that duplicated or repeated Practice Statement 2 content. Update guidance on selecting materiality bases.
	Examples	<ul style="list-style-type: none"> Proposed for removal
FRR 4B – Assets	4B.9 Leases	<ul style="list-style-type: none"> Updated guidance on accounting for fit-outs in QGAO arrangements that are accounted for as services rather than leases Added guidance on <u>lessor</u> classification of long-term land leases
FRR 4C – Employee Benefits	4C.2 Current / Non-current Split	<ul style="list-style-type: none"> Updated the criteria for classifying a liability as current to align with the amendments in AASB 2020-1

Summary of Noteworthy Changes
2024/25 Financial Reporting Requirements for Queensland Government Agencies

LOCATION	TOPIC	NEW OR AMENDED POLICY/GUIDANCE
FRR 4D – Liabilities, Contingencies and Commitments	4D.4 Disclosure Requirements for Commitments	<ul style="list-style-type: none"> Disclosure requirements for commitments previously contained in FRR 5E has been relocated here.
FRR 5D – Service Concession Arrangements and Other PPPs	5D.4 Accounting for PPPs Outside the Scope of AASB 1059	<ul style="list-style-type: none"> Updated guidance on accounting for lifecycle payments.
FRR 5E – Commitments	Entire FRR	<ul style="list-style-type: none"> Disclosure requirements for commitments has been moved to FRR 4D with no changes to existing policy. FRR 5E is removed.

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

TOPIC	STATEMENT / NOTES IMPACTED	SUMMARY OF UPDATE
General Disclosure Updates	<ul style="list-style-type: none"> Note A1-3: Presentation 	Updated the section about current / non-current classification to align with the amendments in AASB 2020-1
	<ul style="list-style-type: none"> Note D1-1: Accounting Policies and Inputs for Fair Value 	Updated narrative on highest and best use to reflect AASB 13 changes arising from AASB 2022-10
	<ul style="list-style-type: none"> Note D1-2: Basis for Fair Values of Assets and Liabilities 	Removed previous illustrative disclosure on alternative highest and best use scenario to reflect AASB 13 changes arising from AASB 2022-10
	<ul style="list-style-type: none"> D6 Future Impact of Accounting Standards Not Yet Effective 	<p>Added example disclosure for the future impact of AASB 18 <i>Presentation and Disclosure in Financial Statements</i>.</p> <p>Agencies impacted by AASB 17 Insurance Contracts will need to outline specific impacts relevant to their activities.</p>
Climate Reporting	<ul style="list-style-type: none"> Note G6 – Climate Risk Disclosure 	Updated text for cross-referencing to latest whole-of-government climate information and removing superseded references.

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

General Disclosure Updates	<ul style="list-style-type: none"> Note 1(e) Presentation matters 	Updated the section about current / non-current classification to align with the amendments in AASB 2020-1
	<ul style="list-style-type: none"> Note 19 – Accrued employee benefits 	Updated the current liability classification criteria to align with AASB 2020-1
Climate Reporting	<ul style="list-style-type: none"> Note 30 – Climate Risk Disclosure 	Updated text for cross-referencing to whole-of-government climate information.