



IFR4NPO Project

Advice and Requests

Technical Advisory Group meeting

23 July 2025

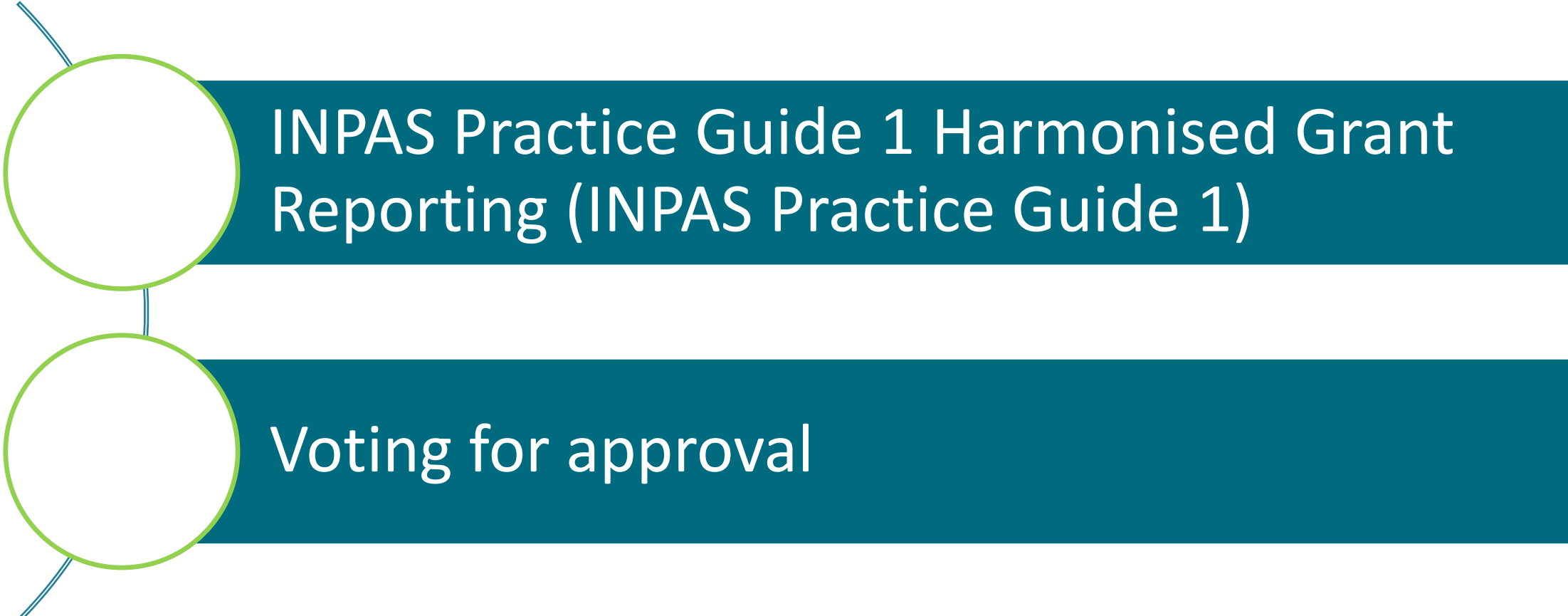
TAGFG09



TAG meeting 23 July 2025

Attendees	Apologies
Ian Carruthers (Chair)	Bernhard Schatz
Bill Biese	Catherine Asemeit
Bee Leng Tan	Samantha Musoke
Fridrich Housa	Tim Boyes-Watson
Iheanyi Anyahara	Observers
Katherine Knowlton	Jeff Gabello
Jeffrey Mechanick	Jianqiao Lu
Jenny Carter	Staff
Mohammad Anwarul Karim	Karen Sanderson
Tamba Momoh	Nandita Hume
	Sarah Sheen

Session outline



INPAS Practice Guide 1 Harmonised Grant Reporting (INPAS Practice Guide 1)

Voting for approval

Agenda item 1 – INPAS Practice Guide 1

1.1 Advice

- a) An NPO might not be able to comply with INPAS because its general purpose financial statements are prepared under different requirements (this might be dependent on jurisdictional issues). The wording in the introduction should reflect this.
- b) The body of the Practice Guide needs to explicitly state that Supplementary statements are prepared under an accruals basis.
- c) It is best to wait for practice to evolve before making the decision about the formal short name for INPAS Practice Guide 1.
- d) The term Supplementary statement may be used in other reporting requirements in the global accounting community. It would therefore be difficult to decide that no other form of reporting should be described as a Supplementary statement unless it has followed INPAS.

Agenda item 1 – INPAS Practice Guide 1

1.1 Advice

- e) Consultancy costs can be definitionally difficult with consultancy and contracted services shown in the same reporting line. Depending on how contracted services is interpreted this could be considered the work of temporary staff.
- f) Consider whether the reconciliation to the reporting boundary applies if the NPO is producing supplementary statements but not using INPAS?
- g) Paragraph SS.3 refers to reconciliations to the financial statements and/or the accounting records the Supplementary Statements should also reconcile to the accounting records. Therefore SS.3 should refer to “*and* the accounting records”.

Agenda item 1 – INPAS Practice Guide 1

1.2 Requests

- a) Amend the introductory section to reflect that INPAS Practice Guide 1 might be used independently from INPAS (ie in circumstances when an NPO uses accrual accounting, but when INPAS may not be adopted by an NPO in the future).
- b) Confirm (in the scope section) about INPAS being accrual-based.
- c) Check whether ineligible costs terminology is consistent with the approach in the main INPAS document.
- d) Change SS.3 so that it reads “financial statements and accounting records”.



Agenda item 2 – Proposal to approve INPAS for publication

2.1 Advice

- a) No disagreement that feedback has been considered and that necessary updates to the text had been made.
- b) No disagreement that due process was followed.
- c) No disagreement that there were no substantial changes since the Exposure Drafts that would require re-exposure of any element.

Outcome of the vote

Result

a) Votes to approve INPAS Practice Guide 1 – *Harmonised grant reporting*

- Votes for approval – 10
- Votes for non-approval of INPAS – 0
- Votes for abstention – 1
- Apologies – 2

b) Jeffrey Mechanic confirmed that in line with his previous comments at the June meeting of TAG, he was abstaining.



Acronyms

Acronym	Full name	Description
ED	Exposure Draft	A document published by the INPAG Secretariat to solicit public comment on proposed reporting guidance
IFRS	International Financial Reporting Standards	A set of accounting standards developed by the International Accounting Standards Board (IASB) for use by profit making private sector organisations internationally
INPAS	International Non-profit Accounting Standard	High quality, trusted, internationally recognised financial reporting standard for NPOs being developed as part of IFR4NPO.
NPO	Non-profit Organisation	For the purposes of INPAG, these are organisations that have the primary objective of providing a benefit to the public, direct surpluses for benefit of the public, and are not government or public sector entities.
SMC	Specific matter for comment	A question raised in a consultation document, including the Exposure Drafts on which specific feedback is sought