



## FINPRO – Model Accounts Update

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## Purpose of today

The purpose of today is to:

- Provide an update of the more significant changes to this years model accounts
- Detail where the model accounts can be found

## Changes in the 2011 Model accounts

- More significant changes include:
  - Additional disclosure and guidance around the accounting for the call from Vision Super
  - Additional disclosure and linkages around restricted assets (cash)
  - Minor revisions to comprehensive income to make the disclosures more consistent with industry experience
  - Revision of several aspects of note one to remove unnecessary details (such as accounting for aerodromes)

## Changes in the 2011 Model accounts (cont'd)

- More significant changes include:
  - Rewriting of the pending accounting standards disclosure to reflect current changes
  - Improved disclosure around landfill provisions and intangibles
  - Simplification/clarification of the guidance associated with senior officer remuneration
  - Better linkage/formatting of standard statements
  - Extensive tidy up of internal inconsistencies within the model

## Addendum to model issued in May

- Two additional changes:
  - Change to threshold for Senior officer remuneration:
    - Base level is now \$124,000 - \$129,999 – reflects a change in legislation. Still need to include staff below this level if they report directly to CEO
  - Superannuation note now updated – note the inclusion of a contingency in this note

*Following an actuarial review finalised in late 2010, the amount of the 31 December 2008 funding shortfall of \$71 million was requested as additional contributions with payment being required from Employers from 1 July 2011. A further actuarial review will be undertaken as at 31 December 2011. Based on the result of this review, a detailed funding plan will be developed and implemented to achieve the target of fully funding the Fund by 31 December 2013. Any additional contributions required from Council will be notified in late 2012 with payment no earlier than 1 July 2013.*

## Where the model can be found

### Excel worksheet version:

- Available on Local Government Victoria website under publications, asset management and financial. ([www.dpcd.vic.gov.au/localgovernment](http://www.dpcd.vic.gov.au/localgovernment))

### Detailed guidance manual:

- Will be released shortly, recommend all preparers download a copy from CPA Australia or Local Government Victoria

## Contact us

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