U. S. Federal Accounting Standards Advisory Board

Future Initiatives and the International Scene

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Disclaimer

- Views expressed are those of the speaker. The Board expresses its views in official publications.

Overview

- Risk Assumed
- Public Private Partnerships
- Fiscal Projections
- Integration

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Risk Assumed

- What are the significant risks assumed by the federal government?
- What information should be reported about the risks?

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Public-Private Partnerships

- A PPP is a contractual agreement between a public agency and a private sector entity. Through this agreement, the skills and assets of each sector (public and private) are shared in delivering a service or facility for the use of the general public. In addition to the sharing of resources, each party shares in the risks and rewards potential in the delivery of the service and/or facility.

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SFFAS 36 - Comprehensive Long-term Fiscal Projections

- Basic Information (audited)
  - the present value of projected receipts and non-interest spending under current policy without change including its relationship to projected GDP
  - changes in the present value of projected receipts and non-interest spending from the prior year
  - the assumptions underlying the projections
  - factors influencing trends
  - significant changes in the projections from period to period

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SFFAS 36 - Comprehensive Long-term Fiscal Projections, cont.

- Required Supplemental Information
  - the projected trends in:
    - the relationship between receipts and spending
    - deficits or surpluses
    - Treasury debt held by the public as a share of GDP
  - possible results using alternative scenarios
  - the likely impact of delaying corrective action when a fiscal gap exists ("cost of delay")

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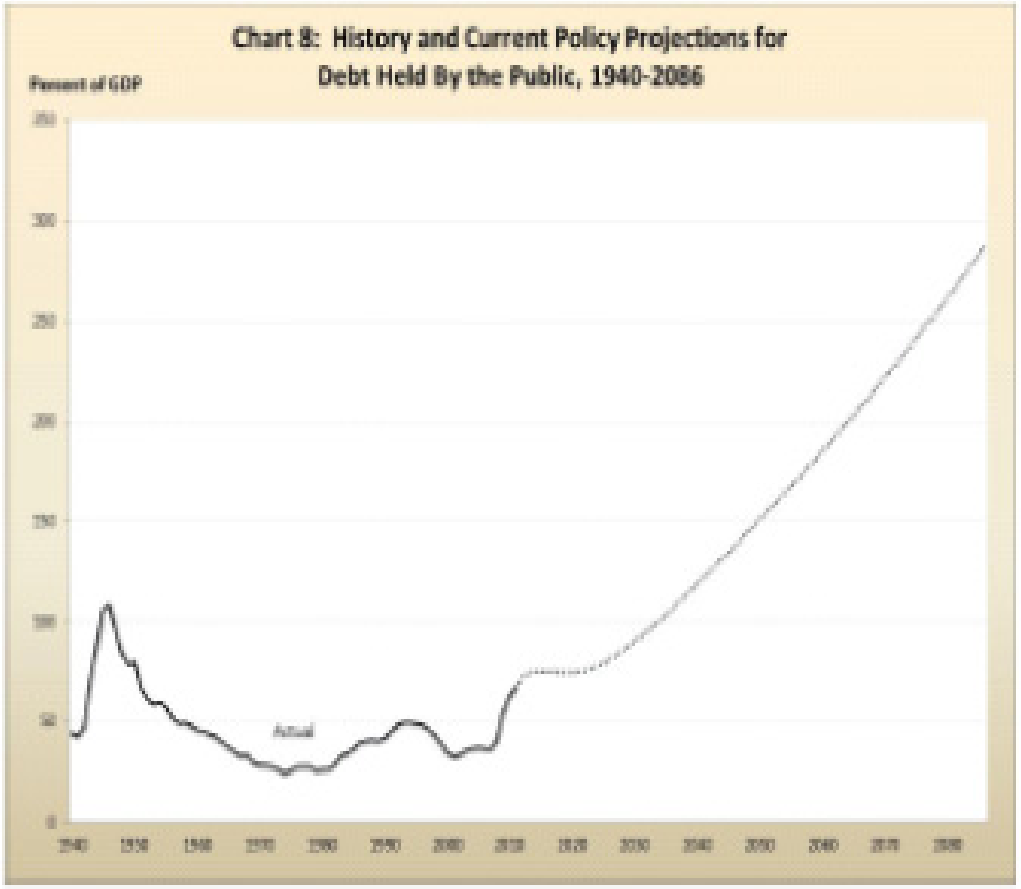
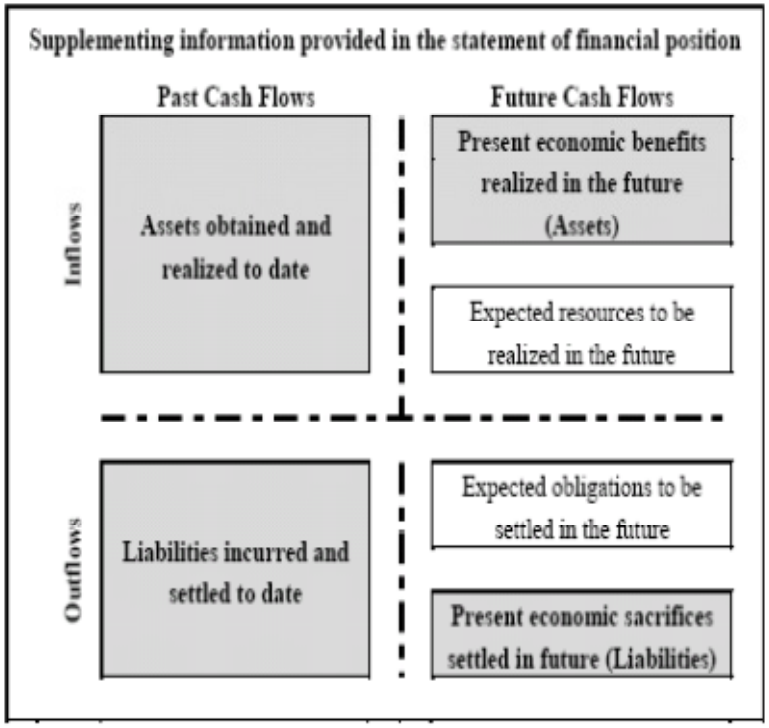
FY2011 Projections



International Public Sector Accounting Standards Board



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Long-Term Fiscal Sustainability Proposal

- Recommended Practice Guidelines
- Challenges
  - Diversity among governments
    - Structure of social programs
    - Expertise with projections
  - Role of general purpose financial reports
  - Voluntary adoption

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Integration

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Contact and Website Information

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