



Summary of changes for 2018-19

Local Government Model Financial Report

CHANGE	REFERENCE
Note numbers in Table of Contents (TOC) adjusted due to reinstatement of disaggregated disclosures by function in accordance with AASB 1052 <i>Disaggregated Disclosures</i> as Note 2 to the LGMFR. Page references removed as they may vary by council.	Table of Contents
Variance % column added to performance against budget note.	Note 1.1 and 1.2
Separate note showing disaggregated disclosures by function in accordance with AASB 1052 <i>Disaggregated Disclosures</i> reinstated as Note 2 to the LGMFR.	Note 2.1
Contract payments line item replaced with requirement to list major contracts separately or by function.	Note 4.2
Table disclosing asset recognition thresholds and depreciation periods relocated nearer other accounting policies within Property, Infrastructure, Plant and Equipment note.	Note 6.2
Provision made in the LGMFR for the disclosure of position titles of Key Management Personnel (KMP).	Note 7.1(b)
Updated Senior Officer remuneration threshold to \$148,000.	Note 7.1(d)
Other potential contingent liabilities for councils to consider listed in LGMFR including building cladding and Liability Mutual Insurance (LMI) scheme.	Note 8.1(b)
Additional disclosure added to LGMFR to reflect the need to estimate the impact of the implementation of AASB 16 <i>Leases</i> using existing operating lease commitment information.	Note 8.2
Additional text disclosure added to LGMFR to identify specific significant areas of credit risk including outstanding fees and fines as well as loans and receivables from sporting clubs and associations.	Note 8.3(c)
Superannuation note updated to reflect latest available information and streamlined to include only key information.	Note 9.3
Corrected various spelling, typographical, formatting and other minor issues with the model.	LGMFR

Better Practice Guide – Model Financial Report

CHANGE	REFERENCE
Introductory remarks from the Executive Director of Local Government Victoria have been updated in the 2018-19 version.	A message from LGV
The table setting out the membership of the Model Accounts 2018-19 working group has been updated.	Introduction
The reference to the Australian National Audit Office (ANAO) better practice guide titled “Public Sector Financial Statements: High Quality Reporting through Good Governance and Processes” has been removed as the guide is no longer publicly accessible.	Local Government Model Financial Report (Guidance)
Updated reference to 2017-18 Model Report for Victorian Government Departments.	G12 and G79
Additional guidance provided in relation to the treatment of loss on disposal through the Statement of Comprehensive Income rather than through an asset revaluation reserve.	G39
Guidance on Materials and Services updated to encourage more meaningful	G43

CHANGE	REFERENCE
breakdown of contract payments and clarify the difference between consultants and contractors.	
Additional guidance provided regarding the assessment of other financial assets based on original maturity and the distinction between current and non-current classifications based on remaining term.	G54
Additional guidance provided regarding the treatment of Works in Progress (WIP) in the summary tables in the Property, Infrastructure, Plant and Equipment note.	G70
Land under Roads guidance updated to reflect Local Government Victoria's position as detailed in <i>Bulletin 15/2018 Update on Recognition and Measurement of Land Under Roads</i> .	G76
Guidance on residual values updated to reflect the stated view of the Australian Accounting Standards Board (AASB).	G77
Guidance on disclosure of Key Management Personnel (KMP) updated to encourage the inclusion of position titles in the note disclosure.	G83
Guidance on Pending Accounting Standards updated to reflect the need to estimate the impact of the implementation of <i>AASB 16 Leases</i> using existing operating lease commitment information.	G86
Guidance added to reflect the reinstatement of disaggregated disclosures by function in accordance with <i>AASB 1052 Disaggregated Disclosures</i> .	G91
Updated references for new and latest versions of documents.	References
Corrected various spelling, typographical, formatting and other minor issues with the Better Practice Guide.	BPG

For any queries in relation to these changes please contact:

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