



PHILANTHROPY
Australia

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Manager
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Sir Gustav Nossal AC CBE
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Re: Australian Charities and Not-for-profits Commission: financial reporting requirements

Thank you for the opportunity to comment on the above draft regulations.

Philanthropy Australia finds the financial reporting framework for the Australian Charities and Not-for-Profits Commission acceptable.

In particular, we welcome the ability of entities to continue using special purpose financial reports, as the majority of charitable trusts do currently. This is an important step to lightening any potential extra regulatory burden which may be posed by transitional doubling-up of reporting such as ancillary funds needing to report to both the ATO and the ACNC.

Philanthropy Australia's only query is that it is not clear what is proposed as far as disclosure of related party transaction in the Financial Statements for those charities that are required to produce them. ASIC, the Accounting Standards, and the Public and Private Ancillary Fund PAF Guidelines are all explicit on this issue but we can see no reference it in the Regulations or explanatory material. Clarification would be appreciated .

Thank you again for the opportunity to comment on these regulations.

Yours sincerely

Louise Walsh
Chief Executive Officer