



RESERVE BANK OF AUSTRALIA



APRA

ABS, RBA & APRA

EFS Audit Webinar

14 June 2018

Purpose

- To discuss EFS data collection interaction with audit activities
- APS 310 not relating to EFS is out of scope
- To answer your questions



Presenters

APRA

Michael Murphy
Manager, Regulatory Reporting



RBA

Emily Perry
Acting Manager, Domestic Markets



ABS

Fiona Cotsell
Director, Financial Statistics



Structure

- Implementation
- Interaction between RPG 702.0 and audit
- AUASB engagement
- Interaction between RPG 701.0 and audit
- General and Specific Observations
- Audit for RFCs



Housekeeping

- Please keep microphones on mute
- 'Raise hands' function is disabled
- The 'Ask question' function is towards the bottom of your webinar control panel
- Please keep questions relevant to the section being discussed



Implementation



- For ADIs only, only audit of existing domestic books forms is required during the parallel run periods (not EFS forms)
- For entities other than ADIs, audit of new EFS forms is required for financial years ending after 31 March 2019
- Auditors are asked to provide General and Specific Observations on implementation progress

Implementation examples for ADIs

1. Financial year ending 30 June 2019

- Prior to end of parallel run period for phase 1 EFS forms
- No audit required on new EFS forms
- Audit to continue on existing domestic books forms
- Auditors to provide General and Specific Observations on EFS implementation progress

Implementation examples for ADIs

2. Financial year ending 30 September 2019

- Prior to end of parallel run period for phase 2 and 3 EFS forms
- Part A/Part B opinion on new EFS forms required for September month (ARF 720.0, 720.1, 720.2)
- Part C opinion required on all phase 1 EFS forms from March 2019 onwards. No Part C opinion for phase 2 or 3 EFS forms required.
- Auditors to provide General and Specific Observations on EFS implementation progress

Implementation examples for ADIs

3. Financial year ending 30 June 2020

- All parallel run periods for EFS forms concluded
- Audit on new EFS forms required. Part A/Part B opinion required for June month (ARF 720.0, 720.1, 720.2)
- Part C opinion required for full financial year for most EFS forms
- Auditors to provide General and Specific Observations on EFS implementation progress

Questions



Interaction between RPG 702.0 and audit

- RPG 702.0 is primarily directed at reporting entities
- Auditors take account of guidance, including RPG 702.0 during audit
- Auditors are expected to apply judgement when determining materiality
- Data item prioritisation should assist auditors identify data of most value to the agencies

Next steps for AUASB engagement

- The agencies hosted an audit workshop on 10 May 2018
- APRA has informed the AUASB of auditors recent suggestions to update GS012 to accommodate the EFS forms
- The AUASB will brief their board on this matter
- Any suggestions for changes to GS012 should be directed to AUASB board members or forward them to enquiries@auasb.gov.au
- Any changes to GS012 will be subject to AUASB due process

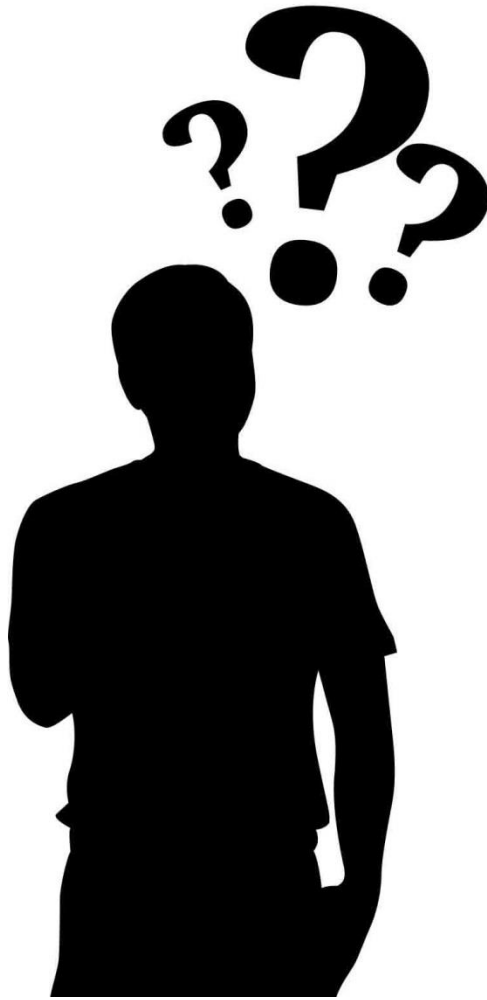
Questions



Interaction between RPG 701.0 and audit

- Strict definitions in EFS standards are expected to bring all concepts into the scope for audit
- Auditors are expected to provide opinion on proxies used by entities
- Qualifications are expected to decrease over time as data quality improves

Questions



General and Specific Observations

- Agencies understand that General and Specific Observations are not qualifications
- Observations will support agencies identifying issues with implementation that need to be addressed
- Observations could be used to provide update on previous qualifications and observations



Questions



Audit for RFCs

- Speak to your audit firm prior to the commencement of the EFS data collection
- The first audit report is due based on the frequency you report ARF 720.0
- RRS 710.0 operates in the same manner as APS 310
- Lodge RFC audit reports via email to dataanalytics@apra.gov.au

Questions



Thank you

- Thanks for participating
- All EFS material is located on APRA's new website at:

<https://www.apra.gov.au/modernised-economic-and-financial-statistics-efs>

- The agencies are seeking topics for further EFS webinars
- Send us your suggestions!

