

AGENDA PAPER

Item Number: 12
Date of Meeting: 14 September 2012
Subject: Proposed ED 06/12 APES 310 *Dealing with Client Monies*

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Purpose

To obtain Board approval to issue the proposed Exposure Draft ED 06/12 APES 310 *Dealing with Client Monies* for public comment.

Background

A six month review of APES 310 *Dealing with Client Monies* (the Standard) was performed in February 2012. This review highlighted a number of issues identified by stakeholders. In response the Board directed Technical Staff to commence a project to revise the Standard to address the issues noted in the six month review.

A revised draft of APES 310 *Dealing with Client Monies* was presented for the Board's consideration in July 2012.

Consideration of Issues

At the July 2012 Board meeting, the Board noted the proposed revisions to APES 310 to address the issues identified in the six month review process and directed Technical staff to incorporate the following amendments:

- paragraph 1.1 *Scope and Application* to be amended to clarify that the standard replaces the existing APES 310;
- remove paragraph 4.10 as it does not relate to Client Monies as there is no Client relationship and provide further clarification in the *scope and application*;
- relocate paragraph 7.2 to section 6 of APES 310 and make minor editorial changes to the relocated paragraph;
- Editorials to paragraphs 7.8 and 7.9;
- redraft paragraph 7.10 to communicate that the Member has to determine if they are responsible for the bank reconciliation and if they are not, the Member should provide a record of transactions on that account; and
- editorial changes in relation to paragraphs 8.3 and 8.4.

Refer to the marked up and clean versions of the proposed revisions to APES 310.

Staff Recommendation

Subject to the Board's review comments, Technical Staff recommend that the Board approve the issuance of Exposure Draft 06/12 APES 310 *Dealing with Client Monies* for a 60 day public comment period.

Material Presented

- Proposed Exposure Draft 06/12 APES 310 *Dealing with Client Monies* (Marked up);
- Proposed Exposure Draft 06/12 APES 310 *Dealing with Client Monies* (Clean); and
- Six Month Review of APES 310 *Dealing with Client Monies* (2012).

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Date: 4 September 2012