

Summary of meeting of the Regulatory Standards & Codes Committee (the 'Committee') held at 10am on 23 November 2022 at FRC, 125 London Wall, London EC2Y 5AS

MEMBERS:	Hannah Nixon	Chair
	John Coomber	Committee member
	Sir Ashley Fox	Committee member
ADVISORS:	Rosemary Beaver	Senior Advisor (online)
	Paul Cox	Senior Advisor
	Richard Lawrence	Senior Advisor
Prelims	<p>The Chair declared the meeting quorate. No new declarations of interests were made by those present. The Committee approved the minutes of its meeting held on 19 October 2022.</p>	
APPROVALS		
1.	<p>Finalisation of Practice Note 10 (Revised) – The Audit of Financial Statements of Public Sector Bodies in the UK</p> <p>Following discussion of the Public Audit Forum’s (PAF) final draft of Practice Note 10 and the draft FRC statement on the SORP, the Committee approved the issuing of the draft Financial Reporting Council’s Statement on the Recommend Practice – Practice Note 10.</p>	
2.	<p>Competition Policy</p> <p>The Committee considered and approved the Competition Policy paper for consultation. The policy paper sets out how the FRC is supporting the government’s plans for reform and delivering on its specific commitments to improve competition in the audit market. The policy paper would help support the FRC’s strategic objective to create a more resilient audit market through greater competition and choice.</p>	
3.	<p>Periodic Review of UK and Ireland accounting standards: Publication of the Financial Reporting Exposure Draft (FRED)</p> <p>The Committee provided feedback on FRED 82 <i>Draft amendments to FRS 102 - The Financial Reporting Standard applicable in the UK and Republic of Ireland and other FRSs – Periodic Review</i>, along with the accompanying Exposure Draft and consultation stage impact assessment.</p> <p>Following discussion, the Committee approved as follows:</p> <ol style="list-style-type: none"> a. the publication of FRED 82 <i>Draft amendments to FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland and other FRSs – Periodic Review</i> with its accompanying consultation stage impact assessment b. to delegate approval of final amendments to the consultation stage impact assessment to the Executive Director of Regulatory Standards; and c. to delegate approval of minor amendments and arrangements for the typesetting and publication of FRED 82 to the Executive Director of Regulatory Standards. 	

4.	<p>Annual Review of FRS 101: Publication of the FRED</p> <p>The Committee approved the publication of FRED 81 <i>FRS 101 Reduced Disclosure Framework – 2022/23</i> cycle for consultation.</p>
<p>Noted Items</p>	
	<p>The Executive Director of Regulatory Standards provided an overview of the work of the Division. Key highlights from the report included:</p> <ul style="list-style-type: none"> a. That the Audit and Assurance Policy Team were working on 3 major projects to revise the FRC’s Ethical Standard, consider enhancements to auditor’s reports, and to look at the auditor’s responsibilities to report to regulators. b. That the FRC was making contributions to the IESBA and the IAASB in their efforts to develop new standards to deal with sustainability reporting and assurance. c. That the FRC was in dialogue with the FCA to discuss better engagement and alignment at a senior level between both organisations on policy matters. d. That the FRC’s comment letters to the ISSB had been influential and referred to by many stakeholders. e. That the Ethical Standards Code was a challenge due to different requirements applied to 3 different types of PIEs and changes at international level.
	<p>The next meeting was scheduled for 25 January 2023.</p>