

# DRAFT Due Process Compliance Statement: Contracts for Renewable Electricity—Proposed Amendments to IFRS 9 and IFRS 7

The International Accounting Standards Board (IASB) published IASB/ED/2024/3 *Contracts for Renewable Electricity: Proposed Amendments to IFRS 9 and IFRS 7*<sup>1</sup> (the Amendments) on 8 May 2024. The IASB comment period ends on 7 August 2024.

## Influencing process

### Project preparation

Step	Mandatory / optional <sup>2</sup>	Metrics or evidence	UKEB Secretariat comments
Added to UKEB technical work plan [Due Process Handbook (Handbook) 4.30]	Mandatory	Project included in the UKEB published technical work plan	<b>Complete:</b> The Amendments were included in the UKEB technical work plan published in <a href="#">October 2023</a> .

<sup>1</sup> The [ED](#) is available on the IASB website.

<sup>2</sup> In accordance with the [Due Process Handbook](#).

Step	Mandatory / optional <sup>2</sup>	Metrics or evidence	UKEB Secretariat comments
<b>Project Initiation Plan (PIP)</b> <b>[Handbook 5.4 to 5.8, A1 to A2 and A12 to A14]</b>	Mandatory	PIP draft with project outline (background, scope, project objective) and approach for influencing (key milestones and timing)	<p><b>Complete:</b> The Secretariat included mandatory milestones for the project and considered, as appropriate, other milestones and activities.</p> <p>The <a href="#">PIP</a> was approved at the 26 April 2024 Board meeting.</p>
	Mandatory	Outreach plan for stakeholders and communication approach outlined	<p><b>Complete:</b> The PIP (referred to above) included the outreach plan and approach.</p>
	Mandatory	Resources allocated	<p><b>Complete:</b> One Project Director (0.8 FTE), and ad-hoc project manager support with technical support and oversight from a Senior Project Director were allocated to the project.</p>

Step	Mandatory / optional <sup>2</sup>	Metrics or evidence	UKEB Secretariat comments
<b>Project Initiation Plan (PIP)</b> [Handbook 5.4 to 5.8, A1 to A2 and A12 to A14] (continued)	Mandatory	Assessment of whether to set up an ad-hoc advisory group	<b>Complete:</b> Taking a proportionate approach, an ad-hoc advisory group was not considered necessary due to the narrow-scope nature of the Amendments.
	Mandatory	Assessment of whether PIP required updating	<b>Complete:</b> We monitored this throughout the project, the nature and scope of which remained as proposed in the original PIP.
	Mandatory	UKEB Board public meeting held to approve PIP	<b>Complete:</b> The <a href="#">PIP</a> was approved at the 26 April 2024 Board meeting.
<b>Education sessions</b> [Handbook 4.10]	Optional	Board provided with education sessions	<b>Complete:</b> The Board was provided with an education session on the proposed amendments at its 26 April 2024 private Board meeting.

## Desk-based research

Step	Mandatory / optional <sup>2</sup>	Metrics or evidence	UKEB Secretariat comments
<b>Desk-based research</b> <b>[Handbook 5.9 and A3]</b>	Optional	Review of relevant documentation	<b>Complete:</b> the Secretariat has reviewed: <ul style="list-style-type: none"> <li>• The IASB's work on the Amendments (staff papers, ED)</li> <li>• Dissenting opinions in the ED</li> <li>• The Basis for Conclusions to the ED</li> <li>• Draft views of other standard-setters</li> <li>• Accounting manuals and press releases for guidance and illustrative examples</li> </ul>

## Outreach

Step	Mandatory / optional <sup>2</sup>	Metrics or evidence	UKEB Secretariat comments
<b>Outreach activities</b> <b>[Handbook 5.10 to 5.12 and A4 to A8]</b>	Mandatory	Evidence of consultation	<b>Complete:</b> Due to the narrow-scope nature of the Amendments, consultation activities were focused on consultation with advisory groups, including the RRA TAG, and engaging with several specialists in this field. The UKEB received 3 comment letters.  The comment letters received were published on the UKEB website.

## Draft Comment Letter (DCL)

Step	Mandatory / optional <sup>2</sup>	Metrics or evidence	UKEB Secretariat comments
<b>DCL published for comment (mandatory unless impracticable)</b> <b>[Handbook paragraphs 5.13 to 5.17 and A4(d)]</b>	Mandatory	Comment period set for responses to DCL	<b>Complete:</b> The <a href="#">DCL</a> was published for consultation for 44 days on 5 June 2024 (comment period deadline: 19 July 2024).
	Mandatory	Review and approval at a UKEB public meeting	<b>Complete:</b> The <a href="#">DCL</a> was reviewed and approved at the Board meeting on 24 May 2024, subject to revision after the meeting. The revision was approved by the Chair.
	Mandatory	DCL published on website for public consultation	<b>Complete:</b> The <a href="#">DCL</a> was published on the UKEB website for public consultation on 5 June 2024 (comment period deadline: 19 July 2024).

## Project finalisation and project closure

Step	Mandatory / optional <sup>2</sup>	Metrics or evidence	UKEB Secretariat comments
<b>Final Comment Letter (FCL)</b> [Handbook paragraph 5.18 and A4(d)]	Mandatory	Public responses to DCL considered and published on website	<b>Complete:</b> The UKEB received 3 comment letters which were published on the UKEB website.  All responses were assessed, reflected as appropriate in the FCL and summarised in the Feedback Statement.
	Mandatory	FCL approved by the UKEB in public meeting	<b>Complete:</b> A draft of the FCL was presented for approval to the Board at its 2 August 2024 ad-hoc public meeting. The Board approved the FCL subject to suggested amendments.
	Mandatory	FCL submitted to the IASB and posted on UKEB website	The FCL was submitted to the IASB and posted on the UKEB website on 6 August 2024.
<b>Feedback Statement</b> [Handbook 5.19 to 5.22 and A9 to A11]	Mandatory	Feedback Statement approved for publication by the UKEB in a public meeting	<b>Complete:</b> A draft of the <a href="#">Feedback Statement</a> was presented for approval to the Board at its 2 August 2024 ad-hoc public meeting. The Board approved the draft Feedback Statement, subject to editorial changes.
	Mandatory	Feedback Statement published on the UKEB website	<b>Complete:</b> The final Feedback Statement was published on the UKEB website on 6 August 2024.
<b>Due Process Compliance Statement (DPCS)</b>	Mandatory	DPCS approved by the UKEB in public meeting	<b>Complete:</b> A draft DPCS was presented for approval to the Board at its 2 August 2024 ad-hoc public meeting. A final DPCS was presented for noting at the Board's 19 September 2024 meeting.

<b>[Handbook 5.23 to 5.26 and A12 to A14]</b>	Mandatory	DPCS published on the UKEB website	<b>Complete:</b> The final DPCS was published on the UKEB website after the 19 September 2024 Board meeting.
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## Ongoing communications

<b>Step</b>	<b>Mandatory / optional<sup>2</sup></b>	<b>Metrics or evidence</b>	<b>UKEB Secretariat comments</b>
<b>Public Board meetings [Handbook 4.10]</b>	Mandatory	UKEB public meetings held to discuss technical project	<p><b>Complete:</b> The Board received updates on the project at its <a href="#">April</a>, <a href="#">September</a> and <a href="#">December</a> meetings in 2023 and at its <a href="#">January</a>, <a href="#">February</a>, <a href="#">March</a> and <a href="#">April</a> meetings in 2024.</p> <p>The Board approved the <a href="#">PIP</a> at its meeting on 26 April 2024, the <a href="#">DCL</a> at its meeting on 24 May 2024 and the FCL at its ad-hoc meeting on 2 August 2024.</p>
<b>Secretariat papers [Handbook 4.20]</b>	Mandatory	Board meeting papers posted and publicly available usually no later than 5 working days before a Board meeting.	<p><b>Complete:</b></p> <p>The UKEB’s meeting papers were published on the UKEB website 5 working days before the public meetings. Meeting minutes and recordings were made publicly available via the UKEB website.</p>

Step	Mandatory / optional <sup>2</sup>	Metrics or evidence	UKEB Secretariat comments
<b>Project webpage [Handbook 4.25(b)]</b>	Mandatory	Project webpage contains a project description with up-to-date information on the project.	<b>Complete:</b> The <a href="#">project webpage</a> has been updated regularly on a timely basis.
<b>Subscriber Alerts [Handbook 4.24]</b>	Optional	Evidence that subscriber alerts have occurred	<b>Complete:</b> Subscribers were alerted via email 5 days before each Board meeting, with links to the agenda, papers and the option to dial in to observe the discussion.
<b>News Alerts [Handbook 4.24]</b>	Optional	News Alert to announce publication of key documents	<b>Complete:</b> News Alerts were published on 5 June 2024, 21 June 2024, 8 July 2024 and 11 July 2024 calling for comments.  A News Alert was published on 6 August 2024 alerting stakeholders to the publication of the FCL and Feedback Statement. A link to the FCL was sent out to the UKEB advisory groups.



**Conclusion**

This project complies with the applicable due process steps, as set out in the December 2022 Handbook.