Intergovernmental Working Group of Experts on International
Standards of Accounting and Reporting
(ISAR)

36th SESSION
30 October – 1 November 2019
Room XIX, Palais des Nations, Geneva

Friday, 1 November 2019
Afternoon Session

Agenda item 5. Other business
Institutional challenges in accounting and experiences of
Accounting Development Tool implementation

Presented by

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El futuro es de todos

DNP
Departamento
Nacional de Planeación

COMISIÓN ODS COLOMBIA

Institutional challenges in accounting and experiences of ADT implementation

Lucas Gómez
Director of public policy monitoring and evaluation
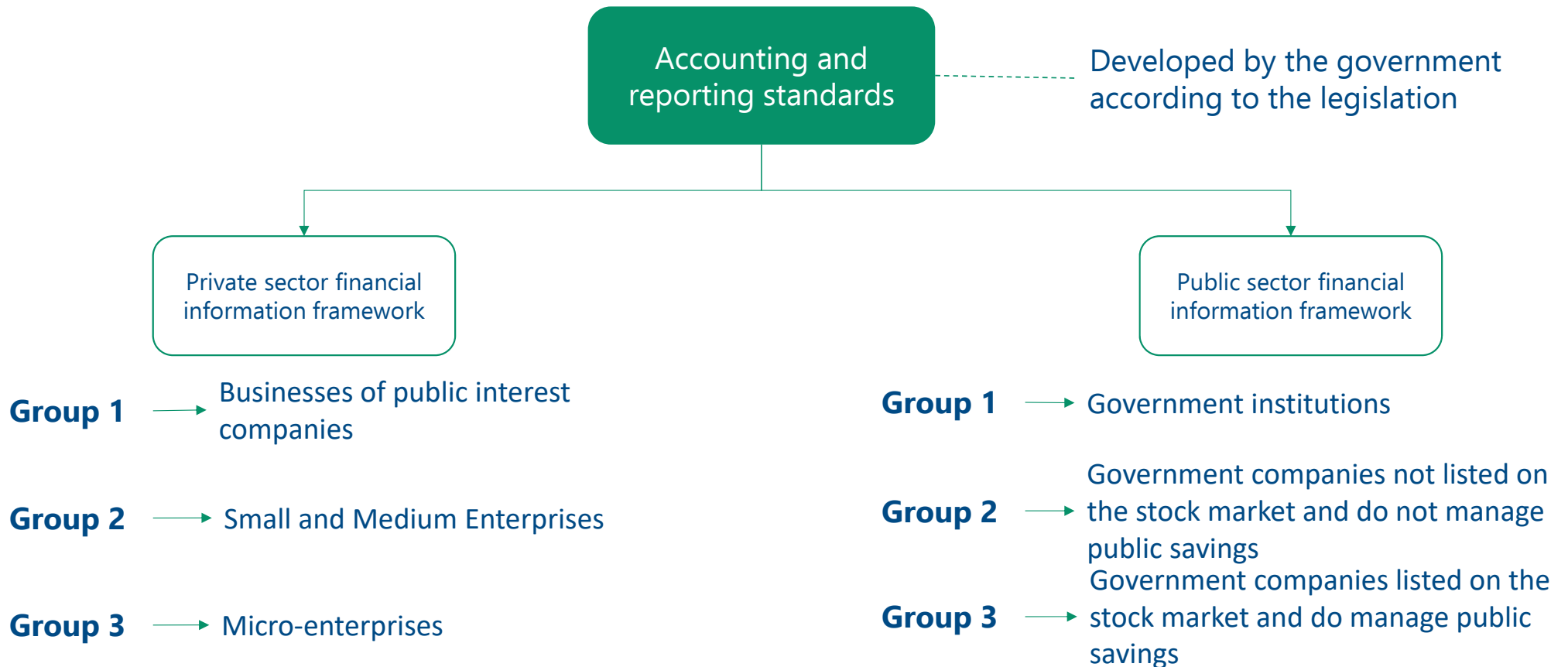
October 2019

60 años 1958 2018

1. Accounting institutional framework

2. Accounting challenges and SDGs

3. Enabling policy frameworks for enterprise sustainability and SDG reporting in Africa and Latina America

1. Accounting institutional framework
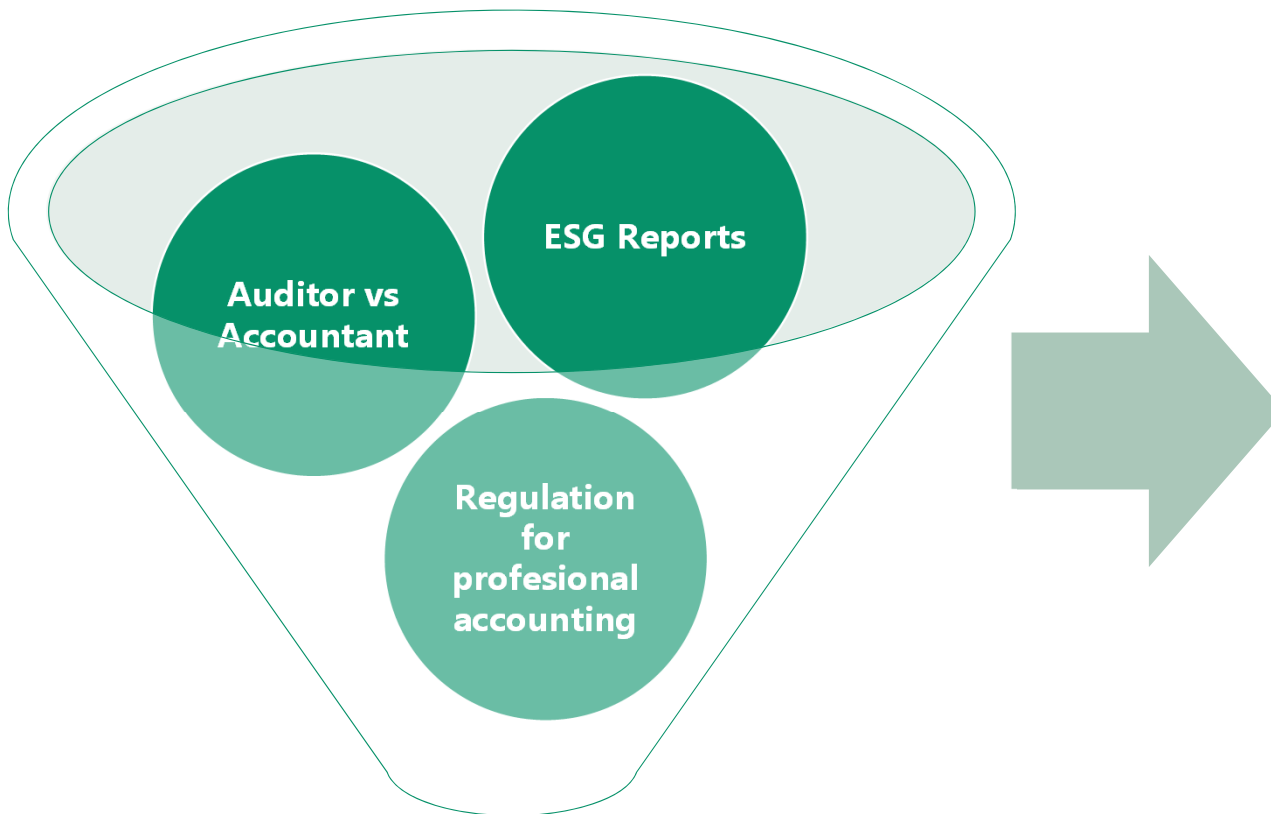
Accounting framework in Colombia

Accounting and reporting standards

Developed by the government according to the legislation

Private sector financial information framework

Public sector financial information framework

Group 1 → Businesses of public interest companies

Group 2 → Small and Medium Enterprises

Group 3 → Micro-enterprises

Group 1 → Government institutions

Group 2 → Government companies not listed on the stock market and do not manage public savings

Group 3 → Government companies listed on the stock market and do manage public savings

El futuro es de todos   DNP Departamento Nacional de Planeación

2. Accounting challenges and SDGs

Why is this important?

135
National government

110
Joint responsibility with territorial governments

169
SDG targets

34
International cooperation

88
Private sector commitment

Regulatory and legal framework

Regulatory weaknesses

Auditor vs Accountant

ESG Reports

Regulation for profesional accounting

- Lack of institutional commitment regarding the financial reports.

- Lack of understanding about the functionality, usability and convenience of reporting.

- Overdependace of the willingness of entities to repot.

- Impossibility of reporting SDG contributions.

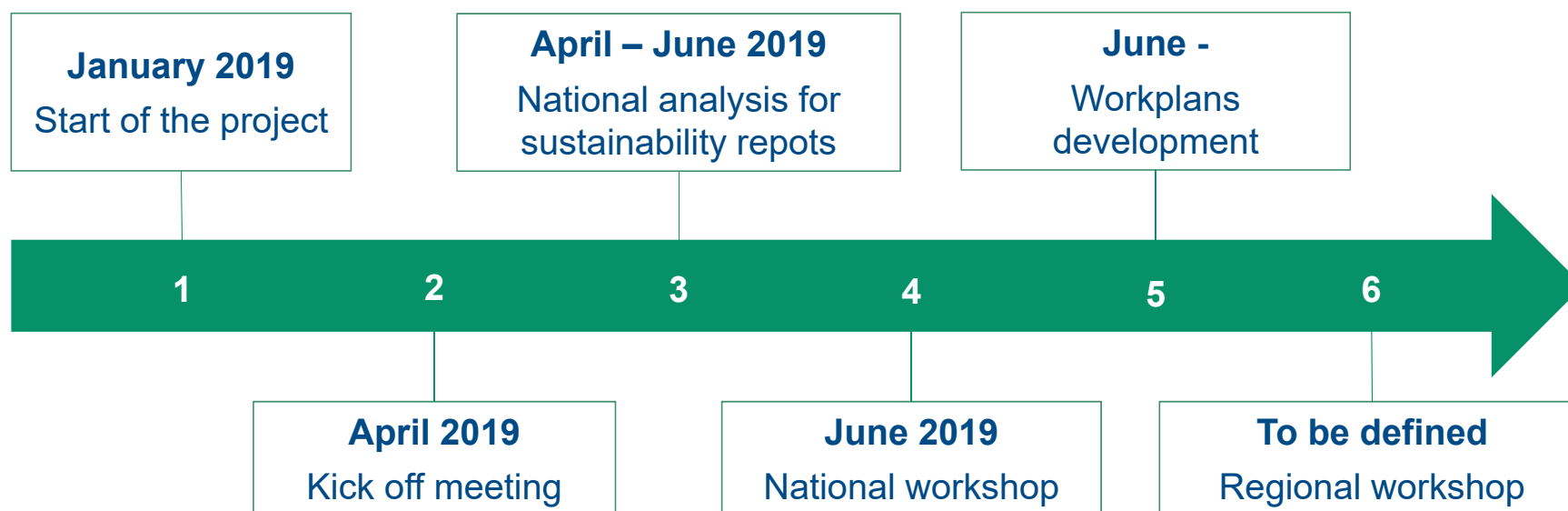# Institutional framework
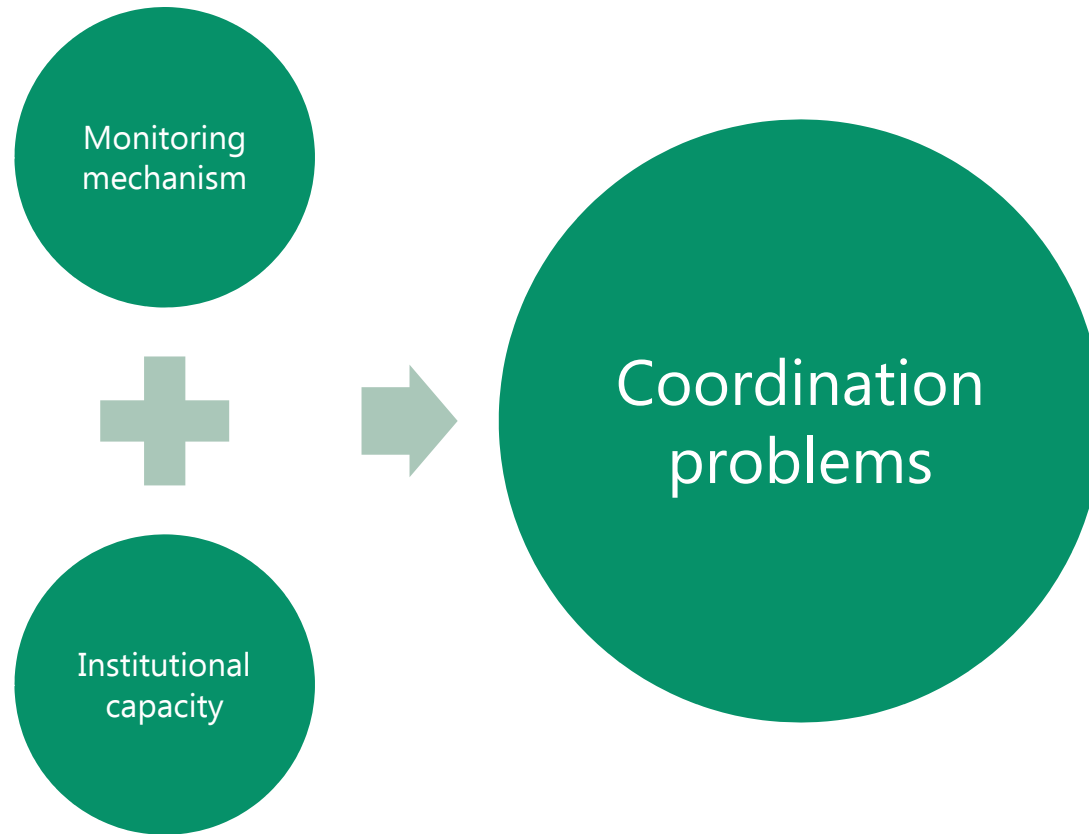
Technical capacities

- Skills gaps regarding the international standards.

- Lack of information within companies.

- Lack of innovative initiatives regarding accounting and financial reporting.

- Institucional unawareness about reporting advantages.

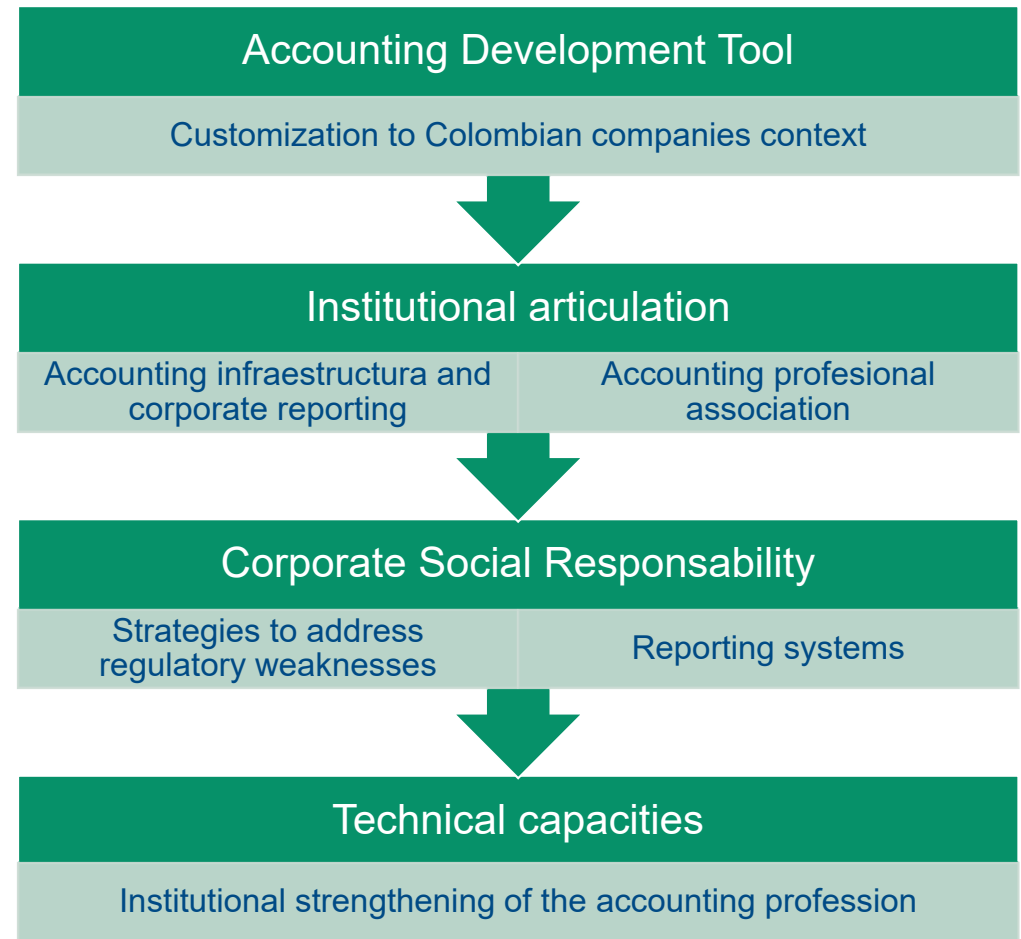# 3. Enabling policy frameworks for enterprise sustainability and SDG reporting in Africa and Latina America

Preliminary recommendation

Enabling policy frameworks for enterprise sustainability and SDG reporting in Africa and Latina America

Accounting Development Tool

Customization to Colombian companies context

Institutional articulation

| Accounting infraestructura and corporate reporting | Accounting profesional association |

Corporate Social Responsability

| Strategies to address regulatory weaknesses | Reporting systems |

Technical capacities

Institutional strengthening of the accounting profession