

May 6, 2021

Michael Puskaric, CPA, CMA  
Director, Public Sector Accounting  
Public Sector Accounting Board  
277 Wellington Street West  
Toronto, ON M5V 3H2

**Re: Government Not-for-Profit Strategy Consultation Paper II**

Dear Sir,

Thank you for the opportunity to comment on the above-noted documents. MNP LLP is one of Canada's largest chartered professional accountancy and business advisory firms, with a significant focus on clients in the public sector. We believe that we are well positioned to provide feedback on this important issue.

We have reviewed the consultation paper and have provided our response to the specific question noted below.

**Question: Considering the criteria and options described in Consultation Paper II, do you agree the proposed option best meets the Canadian Public interest?**

We agree with the proposal of "Option 2 – PSAS incorporating the PS 4200 series with potential customizations" as the strategy for government not-for-profit organizations (GNFPOs) going forward. Use of a unified framework should improve comparability between GNFPOs and other public sector entities with similar type transactions.

While comparability is important, certain GNFPOs have distinct needs and operations influenced by the controlling government, and therefore, the requirement for some customization is crucial. Clarity around who the customizations would apply to (i.e. all GNFPO's or specific subsectors) should be addressed and may be required to vary depending on the standard.

We would be pleased to offer our assistance to the PSAB for any future proposed changes to PSAS.

MNP LLP is one of Canada's largest chartered professional accountancy and business advisory firms. Our clients include small to mid-size owner-managed business in agriculture, agribusiness, retail and manufacturing as well as credit unions, co-operatives, Indigenous communities, medical and legal professionals, not-for-profit organizations, municipalities and government entities. In addition, our client base includes a sizeable contingent of publicly traded companies.

Yours truly,

**MNP LLP**

A handwritten signature in blue ink that reads "MacKenzie". The signature is written in a cursive style with a large, stylized "M" and a trailing "ie" at the end.

Jody MacKenzie, CPA, CA  
Director, Assurance Professional Standards