



# Appendix 1 – Status of 2024 report recommendations

The [State finances 2024](#) Auditor-General’s Report to Parliament included two open recommendations for the NSW Government.

NSW Treasury addressed these recommendations in 2024–25, as summarised below.

Recommendation	2024–25 update	
<p>NSW Treasury needs to conduct a broader review of the financial reporting exemption framework, which is informed by documented, evidence-based risk assessment processes.</p> <p>As part of the review, NSW Treasury should consider:</p> <ul style="list-style-type: none"> <li>the risks posed by agencies that collect money from the public and/or have stewardship of government assets</li> <li>other alternative options that could reduce the cost of financial reporting, such as applying the simplified disclosure regime.</li> </ul>	<p>In response to this recommendation, NSW Treasury initiated a review of the financial reporting framework in 2023–24.</p> <p>NSW Treasury released a consultation paper and draft policies on the Financial and Annual Reporting Framework. These documents proposed changes to financial and annual reporting requirements for Government Sector Finance Agencies (GSF agencies), including proposing changes to the financial reporting exemption framework.</p> <p>NSW Treasury obtained and assessed feedback from agencies as part of the consultation process. The final Treasurer’s direction, policies and amendments were subsequently published, effective for the 2024–25 financial year.</p> <p>Changes to the financial reporting exemption criteria in the Government Sector Finance Regulation 2024 were published in September 2025.</p>	<p> Fully addressed</p>
<p>NSW Treasury should work with the Department of Planning, Housing and Infrastructure to ensure category 2 Statutory Land Managers (SLMs) and Commons Trusts (CTs) meet their statutory reporting obligations.</p> <p>Reporting exemption assessments should be completed earlier to allow sufficient time for the non-exempted SLMs and CTs to prepare and submit annual financial statements by the statutory reporting deadline.</p>	<p>Refer to the financial reporting exemption framework update above.</p>	<p> Fully addressed</p>