
STATUTORY INSTRUMENTS

2022 No. 1232

The Local Authorities (Capital Finance and Accounting) (England) (Amendment) Regulations 2022

Amendment of the Local Authorities (Capital Finance and Accounting) (England) Regulations 2003

2. After regulation 30L of the Local Authorities (Capital Finance and Accounting) (England) Regulations 2003(1), insert—

“Accounting for infrastructure assets

30M.—(1) This regulation applies in relation to a statement of accounts prepared by a local authority in accordance with section 3(3) of the Local Audit and Accountability Act 2014(2)—

- (a) which relates to a financial year beginning on or before 1st April 2024; and
- (b) in respect of which a certificate has not been entered under section 20(2)(a) of that Act.

(2) When preparing a statement of accounts to which this regulation applies, a local authority is not required to make any prior period adjustment to the balances of that statement of accounts in respect of infrastructure assets.

(3) Where a local authority replaces a component of an infrastructure asset, for the purposes of determining the carrying amount to be derecognised in respect of that component (“the relevant amount”) the local authority shall either—

- (a) determine the relevant amount as nil; or
- (b) calculate the relevant amount in accordance with the accounting practices identified in regulation 31.

(4) If a local authority determines the relevant amount in accordance with paragraph (3) (a), it must include a note to that effect in its statement of accounts for the year in relation to which that determination is made.

(5) In this regulation—

“carrying amount” means the amount at which an asset is recognised after deducting any accumulated depreciation and impairment losses;

“derecognised” means that all or part of an asset or liability is removed from an authority’s balance sheet;

“infrastructure asset” means an asset owned by a local authority, which there is no prospect of the authority selling or using for any purpose other than that for which it was created, and which forms part of the infrastructure of the authority’s area;

“prior period adjustment” means a correction of a material accounting error within a local authority’s statement of accounts for a previous financial year.”.

(1) S.I. 2003/3146; relevant amendments were made by S.I. 2010/454, 2012/265, 2015/341 and 2020/1212.

(2) 2014 c. 2.

Status: This is the original version (as it was originally made). This item of legislation is currently only available in its original format.
