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WELSH STATUTORY INSTRUMENTS

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**2018 No. 325**

**The Local Authorities (Capital Finance and Accounting) (Wales) (Amendment) Regulations 2018**

**Expenditure to be capital expenditure**

9. In regulation 20 (expenditure to be capital expenditure)—
- (a) in paragraph (1)(d), omit “or loan capital”;
  - (b) after paragraph (1)(g)—
    - (i) omit “.”;
    - (ii) insert—
      - “; and
      - (h) expenditure incurred on the acquisition, production or construction of assets for use by, or disposal to, a person other than the local authority which would be capital expenditure if those assets were acquired, produced or constructed for use by the local authority.”;
  - (c) for paragraph (5), substitute—
    - “(5) The expenditure referred to in paragraph (1)(d) may not be treated as being capital expenditure by virtue of this regulation if it is—
      - (a) an investment in a money market fund;
      - (b) an investment in the shares of a company to which Part 12 of the Corporation Tax Act 2010(1) (real estate investment trusts) applies; or
      - (c) the acquisition of shares in an investment scheme approved by the Treasury under section 11(1) of the Trustee Investments Act 1961(2) (local authority investment schemes).”;
  - (d) omit paragraph (6);
  - (e) in paragraph (7), for “paragraphs (1)(a), (d), (e) and (f)” substitute “paragraphs (1)(a), (d), (e), (f) and (2)”.