

Land Under Roads

Policy Type:	Council Policy
Reference Number:	COU16
Responsible Department:	Corporate Services
Responsible Officer:	General Manager
Legislation	Accounting Standard AASB 1051 and 1053
Relevant Delegations:	Nil
Related Policies and Procedures	Nil
Community Goal	GOE/3 Continue to develop Council's financial management strategies and administration to ensure that optimal effectiveness and efficiency can be obtained to improve service delivery and increase productivity.
Council Resolution:	CS& P 16 June 2008 C 1 July 2008 CS&P 17 May (319/10) C 24 May (655/10) Item 108 CSP 14 May 2012 Item 420 C 28 May 2012
Date Adopted:	28 May 2012
Review Date:	May 2013

1. POLICY STATEMENT

Council elects not to recognise land under roads as an asset for valuation purposes in the annual financial statements.

2. PRINCIPLES

For an asset to be recognised its fair value must be able to be reliably measured. Council is in the opinion that this cannot be achieved. In the absence of the ability to reliably measure the value the asset will not be recognised.

3. POLICY OBJECTIVES

AASB 1051.8 permits an entity to elect to recognise, or not to recognise, land under roads that were acquired before 30 June 2008. AASB 1051.9 requires

that an entity makes a final election under paragraph 8 as at the first reporting period following 30 June 2008.

4. DEFINITIONS

Nil

5. REFERENCES

AASB 1053 Land Under Roads (expired 30 June 2008)
AABB 1051 Land Under Roads (came into effect 1 July 2008)
Model Set of Financial Statements

6. PROCEDURES

Council will acknowledge this policy in the Annual Financial Statements under Note 1 from 1 July 2008.