

3.9 Related Party Disclosures

10.1.2.29 The Code requires local authorities to disclose related party transactions in accordance with chapter 3 section 9 of the Code (also see IAS 24). Providers of finance, trade unions and entities that are agents of the authority are deemed not to be related parties.

Providers of finance in the course of their business in that regard; trade unions in the course of their normal dealings with an authority by virtue only of those dealings; and an entity with which the relationship is solely that of an agency, are deemed not to be related parties (see paragraph 3.9.1.4 of the Code).

Where authorities have previously disclosed related party information in relation to such entities, the information need not be presented in the first set of IFRS-based financial statements (either in relation to 2010/11 or comparative information).

The differences between the SORP requirements and the Code requirements are presentational only; no transactions are required as part of the transition arrangements.

Further guidance on disclosing related party transactions can be found in Module 3 Section Q of the Guidance Notes.