Technical Enquiry Service- Frequently Asked Question

Following the changes to Appendix C (Changes in accounting policies: disclosures in the 2014/15 and 2015/16 financial statements) in the Update to the 2015/16 Code for the reporting requirements for the Highways Network Asset what does the authority need to report in its 2015/16 financial statements?

The reporting requirements for the 2015/16 financial statements to disclose information relating to new standards issued but not yet adopted by the Code are stipulated in Appendix C as amended by the Update to the 2015/16 Code of Practice on Local Authority Accounting in the United Kingdom. The requirements to restate opening balances at 1 April 2015 and preceding year information in the 2016/17 financial statements have now been removed under an exceptional adaptation to IAS 1 Presentation of Financial Statements. As there are no reporting requirements for the 2015/16 year in 2016/17, then the reporting requirements for the 2015/16 financial statements have been removed from Appendix C. A local authority may find it useful to include a commentary in its Narrative Report that there will be a change in accounting policy for 2016/17 and describe the nature of the changes of that accounting policy.

DISCLAIMER

The CIPFA Technical Enquiry Service offers members and registered students a service providing information, guidance and advice on professional issues. Please note that the guidance offered by the Technical Enquiry Service should not be taken as an authoritative interpretation of the law and should not be considered as constituting a definition of proper accounting practice. Answers offered are based solely on the information provided to the Service. All reasonable care is exercised in preparing responses to questions. However enquirers should always refer to the primary sources before relying on this advice and check any interpretation of published guidance with their own professional advisors.