



Asset Valuation Policy

Definition of an Asset

'The term fixed assets means property, plant and equipment with a useful life of more than one year used by the authority to deliver its services.'

Valuation Process.

The Council's fixed asset valuation is based on first registration on the asset register at the acquisition cost. This means that in most circumstances once recorded in the asset register, the recorded value of the asset will not change from year to year until disposal.

Commercial concepts of depreciation, impairment adjustments, and revaluation are not required or appropriate for this method of asset valuation.

For reporting purposes therefore, the original value of fixed assets will stay constant throughout their life until disposal.

Any asset with an acquisition cost of £250.00 or more will be entered on the asset register, and any items below £250.00 will be entered on the council's inventory list maintained by the Finance & Transparency Officer.

Approved by Full Council 9 May 2018

Minute 18/08