

# REPORT

CL 08b 09-08

Committee	CIPFA/LASAAC LOCAL AUTHORITY SORP BOARD
Venue	Robert Street, London
Date	12 September 2008
Author	Paul Mason, Technical Manager, Local Government Accounting
Subject	Intangible Assets - Transition Section of Draft IFRS-Based Code

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## 1. INTRODUCTION

- 1.1. At its meeting held on 23 June 2008, CIPFA/LASAAC agreed the section of the Code covering intangible assets (subject to further discussions with FRAB in regards to the use of the revaluation model).
- 1.2. Transition arrangements were not considered at the June meeting, and these are now outlined in this report.

## 2. DRAFT CODE

- 2.1. Following the June meeting, two versions of the transition arrangements for intangible assets were circulated, giving different levels of detail. Comments were sought on the appropriate level of detail for the Code.
- 2.2. Comments received indicated that the Code should cover the principles of transition, with the detailed accounting arrangements being covered in the Guidance Notes.
- 2.3. Accordingly, the transition arrangements included in Appendix A are principles based rather than covering the accounting arrangements in detail.
- 2.4. The issues regarding the valuation model have been raised with the FRAB secretary and a final version of the intangible assets section of the Code will be brought to CIPFA/LASAAC once discussions have been completed.

## 3. RECOMMENDATION

**CIPFA/LASAAC is asked to approve the intangible assets - transition section of the IFRS-based Code of Practice on Local Authority Accounting, or comment on areas where further analysis or changes are requested.**