

POLICY DOCUMENT

14.63.10

Policy Name	LAND UNDER ROADS
Policy No.	14.63.10
Version:	1
Strategic Reference:	3.2 A strategically driven, community aware and accountable Council
Responsible Department:	Corporate & Financial Services
Policy Adopted:	14 December 2020
Last revised date:	19 October 2015
Minute reference:	CO 20/207
Next review date:	Council will review this policy 4 years after adopted date or following significant change to legislation or aspects included within this policy.
Applicable Legislation:	
Related Policies:	
Related Documents:	Australian Accounting Standard AASB 1051 Land Under Roads

1. **PURPOSE**

For reporting periods commencing on or after 1 July 2008, AASB 1051 – Land Under Roads came into effect, under which Council is required to state its accounting policy in relation to recognition of ‘land under roads’ assets.

‘Land under roads’ is defined as land under roadways, and road reserves, including land under footpaths, nature strips and median strips.

According to AASB 116 – Property Plant and Equipment, paragraph 7(b), reliable measurement is an essential component for the recognition of an asset. In the absence of the ability to reliably measure the value of land under roads, Council will not recognise existing land under roads as an asset.

Land acquired for road purposes will initially be recognised at cost in accordance with AASB 116 paragraph 7(b) however will subsequently be recognised at fair value. That is, the cost will be written off as a revaluation decrement at the end of the reporting period.

2. **RELEVANT DELEGATED POWERS AND DUTIES**

Any actions or decisions made regarding this policy, will be enacted upon as per Council’s current Delegations Register.