

General Policy

REVALUATION OF NON-CURRENT ASSETS

Intent: To outline Council's policy for determining the carrying value of non-current assets.

Scope: This policy applies to tangible non-current assets (property, plant and equipment).

PROVISIONS

Land and land improvements, buildings and other structures, leasehold improvements and all infrastructure assets are measured on the revaluation basis, at fair value, in accordance with *AASB 116 Property, Plant and Equipment* and *AASB 13 Fair Value Measurement*. Other plant and equipment and work in progress are measured at cost in accordance with AASB 116. Included at Attachment 1 is a complete list of asset classes and sub-classes and the associated valuation methods.

For assets measured on a revaluation basis, comprehensive revaluations are conducted at least every five years on a rolling cycle as outlined in the Schedule of Rolling Revaluations.

In intervening years, consideration will be given to the application of indices for individual asset classes based on a desktop assessment of the likely movement in values.

In accordance with AASB 13 movements between the levels of the fair value hierarchy will be recognised on the last day of the relevant financial year.

A report will be prepared for the Audit Committee outlining the process followed and the outcomes of the annual revaluation process. The adoption of annual revaluations will be a decision of Council as part of the approval process for the annual financial statements, following review by the Audit Committee.

Related Documents:

- General Policy – Asset Capitalisation #697993
- Asset Revaluation Schedule by Sub-Class #1149897

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This policy is to remain in force until otherwise determined by Council.

General Manager Responsible for Review:

Chief Financial Officer

ORIGINALLY ADOPTED: 24/08/2011

CURRENT ADOPTION: 21/06/2023

DUE FOR REVISION: 21/06/2027

REVOKED/SUPERSEDED



Mica Martin
Chief Executive Officer

Attachment 1

| Asset Class | Asset Subclass | Revaluation Method | Valuation Method |
|-----------------------------------|----------------------------------|--------------------|------------------|
| Land and Land Improvements | Freehold Land | Revaluation Model | Replacement Cost |
| | Crown Land | N/A | Not Valued |
| | Land Improvements | Revaluation Model | Replacement Cost |
| Buildings and Other Structures | Buildings | Revaluation Model | Replacement Cost |
| | Other Structures | Revaluation Model | Replacement Cost |
| Plant, Equipment and Other Assets | Fleet | Cost Model | Historical Cost |
| | Technical Equipment | Cost Model | Historical Cost |
| | Communications | Cost Model | Historical Cost |
| | Sound | Cost Model | Historical Cost |
| | Computer Network Hardware | Cost Model | Historical Cost |
| | Office Furniture | Cost Model | Historical Cost |
| | Streetscaping | Cost Model | Historical Cost |
| | Art | Cost Model | Historical Cost |
| | Rare and Reference Library Books | Cost Model | Historical Cost |
| | Other Plant | Cost Model | Historical Cost |
| Road and Bridge Network | Bridges | Revaluation Model | Replacement Cost |
| | Footpaths | Revaluation Model | Replacement Cost |
| | Kerb & Channel | Revaluation Model | Replacement Cost |
| | Meters | Revaluation Model | Replacement Cost |
| | Roadway | Revaluation Model | Replacement Cost |
| | | | |
| | Traffic Control | Revaluation Model | Replacement Cost |
| Water | Dam | Revaluation Model | Replacement Cost |
| | Reservoir | Revaluation Model | Replacement Cost |
| | Water Intake Structure | Revaluation Model | Replacement Cost |
| | Water Main Asset | Revaluation Model | Replacement Cost |
| | Water Pump Station | Revaluation Model | Replacement Cost |
| | Water Treatment Plant | Revaluation Model | Replacement Cost |
| Sewerage | Other Sewerage Asset | Revaluation Model | Replacement Cost |
| | Sewer Main Asset | Revaluation Model | Replacement Cost |
| | Sewer Pump Station | Revaluation Model | Replacement Cost |
| | Sewer Treatment Plant | Revaluation Model | Replacement Cost |
| | Telemetry | Revaluation Model | Replacement Cost |
| Drainage | Open Drains | Revaluation Model | Replacement Cost |
| | Other Drainage Asset | Revaluation Model | Replacement Cost |
| | Underground Drainage | Revaluation Model | Replacement Cost |
| Solid Waste Disposal | Waste Disposal Asset | Revaluation Model | Replacement Cost |
| | Landfill | Revaluation Model | Replacement Cost |
| | Transfer Station | Revaluation Model | Replacement Cost |
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| Intangible Assets | Computer Software | Cost Model | Historical Cost |