



INSPIRING EXCELLENCE TOGETHER

## The Children First Learning Partnership Capitalisation Policy (Version 7)

The Capitalisation Policy in respect of the Children First Learning Partnership has been discussed and adopted by the Directors Board

*Chair of Board:* Mrs N. Chell

*Responsible Officer:* CEO – Mrs A Rourke

*Agreed and ratified by the Directors Board on:* 21.05.2026

*To be reviewed:* May 2027

## **Capitalisation Policy 2026**

This Policy applies to all academies within the Children First Learning Partnership Multi Academy Trust.

### 1 Fixed Assets

1.1 A fixed asset is a property that meets all of the following requirements:

- purchased for long term use and are not likely to be converted quickly into cash, such as land, buildings and equipment
- tangible in nature
- has a useful life of longer than the current fiscal year
- is of a value of £100 or more

### 2 Acquiring Fixed Assets

2.1 Fixed assets may be acquired through donation, purchase, or may be self-constructed. The asset value for donations will be the fair market value at the time of the donation. The asset value, when purchased, will be the initial cost plus the trade-in value of any old asset given up, plus all costs related to placing the asset into operation.

2.2 Where tangible fixed assets have been acquired with the aid of specific grants, either from the government or from the private sector, they are included in the balance sheet at cost and depreciated over their expected useful economic life. Where there are specific conditions attached to the funding that require the continued use of the asset, the related grants are credited to a restricted fixed asset fund in the statement of financial activities and carried forward in the balance sheet. Depreciation on the relevant assets is charged directly to the restricted fixed asset fund in the statement of financial activities. Where tangible fixed assets have been acquired with unrestricted funds, depreciation on such assets is charged to the unrestricted fund.

### 3 Other Assets

3.1 Detailed records shall be maintained annually in-house for all items that should be safeguarded from loss.

### 4 Valuation

4.1 Assets costing £1000 or more are capitalised as tangible fixed assets and are carried at cost, net of depreciation and any provision for impairment.

### 5 Depreciation

5.1 Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost of each asset on a straight-line basis over its expected useful life, as follows:

Leasehold land 125 years - the length of the lease

Leasehold buildings 15 - 30 years

Leasehold improvements 10 years

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the statement of financial activities.

Version Control:

Version	Date	Amendment	By
V2	23.04.2021	Date of review- 04.05.2021 and ratification changed to 26.05.2021 (Front cover)	CEO
V2	23.04.2021	Name of chair changed to Mrs N Chell	CEO
V3	29.04.2021	Date of review/ ratification changed to 23.05.2022 (Front cover)	CEO
V4	26.04.2023	Date of review/ ratification changed to 22.05.2023 (Front cover)	CEO
V5	14.04.2024	Date of review/ ratification changed to 01.05.2024 (Front cover)	CFO
V6	30.04.2025	Date of review/ ratification changed to 19.05.2025 (Front cover)	CFO
V7	24.04.2026	Date of review/ ratification changed to 21.05.2026 (Front cover)	CFO