

Compiled Accounting Standard AASB 1045

Land Under Roads: Amendments to AAS 27A, AAS 29A and AAS 31A

This compilation was prepared on 12 December 2006 taking into account amendments made up to and including 5 October 2006.

Prepared by the staff of the Australian Accounting Standards Board.



Australian Government

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Standards are printed in bold type and commentary in light type.

MAIN FEATURES OF THE STANDARD

The Standard alters the expiry date of the land under roads transitional provisions in Australian Accounting Standards AAS 27A “Amendments to the Transitional Provisions in AAS 27”, AAS 29A “Amendments to the Transitional Provisions in AAS 29” and AAS 31A “Amendments to the Transitional Provisions in AAS 31” from 31 December 2002 to 31 December 2007.

The transitional provisions were first extended until 31 December 2006 by the original issue of this Standard in October 2002. This Standard was amended in October 2006 to defer the expiry date of the transitional provisions for a further 12 months to 31 December 2007.

COMPILATION DETAILS

Accounting Standard AASB 1045 *Land Under Roads: Amendments to AAS 27A, AAS 29A and AAS 31A* as amended

This compilation takes into account amendments up to and including 5 October 2006 and was prepared on 12 December 2006 by the staff of the Australian Accounting Standards Board (AASB).

This compilation is not a separate Accounting Standard made by the AASB. Instead, it is a representation of AASB 1045 (October 2002) as amended by other Accounting Standards, which are listed in the Table below.

Table of Standards

Standard	Date made	Application date (annual reporting periods ... on or after ...)	Application, saving or transitional provisions
AASB 1045	October 2002	(ending) 31 Dec 2002	
AASB 2006-3	5 Oct 2006	(ending) 31 Dec 2006	–

Table of Amendments

Paragraph affected	How affected	By ... [paragraph]
3.2	amended	AASB 2006-3 [4]
3.2.1	amended	AASB 2006-3 [5]

ACCOUNTING STANDARD AASB 1045

The Australian Accounting Standards Board made Accounting Standard AASB 1045 *Land Under Roads: Amendments to AAS 27A, AAS 29A and AAS 31A* in October 2002.

This compiled version of AASB 1045 incorporates subsequent amendments contained in other AASB Standards made by the AASB up to and including 5 October 2006 (see Compilation Details).

ACCOUNTING STANDARD AASB 1045

LAND UNDER ROADS: AMENDMENTS TO AAS 27A, AAS 29A AND AAS 31A

1 Application

1.1 This Standard applies to:

- (a) **general purpose financial reports of each local government;**
- (b) **general purpose financial reports of each government department;**
- (c) **financial reports that are held out to be general purpose financial reports by a government department which is not a reporting entity; and**
- (d) **general purpose financial reports of each of the Commonwealth, State and Territory Governments.**

2 Operative Date

2.1 This Standard applies to annual reporting periods ending on or after 31 December 2002.

[Note: For application dates of paragraphs changed or added by an amending Standard, see Compilation Details.]

2.2 This Standard may be applied to annual reporting periods ending before 31 December 2002.

3 Amendments to AAS 27A, AAS 29A and AAS 31A

3.1 This Standard amends Australian Accounting Standards:

- (a) **AAS 27A “Amendments to the Transitional Provisions in AAS 27” issued in December 1999;**
- (b) **AAS 29A “Amendments to the Transitional Provisions in AAS 29” issued in December 1999; and**
- (c) **AAS 31A “Amendments to the Transitional Provisions in AAS 31” issued in December 1999,**

as set out in paragraph 3.2 of this Standard.

3.2 The date “31 December 2006” is replaced with the date “31 December 2007” in:

- (a) **AAS 27A, paragraph 3.3;**
- (b) **AAS 29A, paragraph 3.2; and**
- (c) **AAS 31A, paragraph 3.2.**

3.2.1 The amendments to the paragraphs referred to in paragraph 3.2 of this Standard extend the transitional provisions for the recognition of land under roads until the end of the first reporting period ending on or after 31 December 2007. The superseded transitional provisions in Australian Accounting Standards AAS 27 “Financial Reporting by Local Governments”, AAS 29 “Financial Reporting by Government Departments” and AAS 31 “Financial Reporting by Governments” run to the end of the first reporting period ending on or after 31 December 2006.

3.2.2 The Board is presently conducting a comprehensive review of AAS 27, AAS 29 and AAS 31. As part of this review, the Board will make further proposals relating to the recognition of land under roads in light of the lack of international convergence on the recognition of land under roads.

4 Definitions

- 4.1 The defined terms in Australian Accounting Standards AAS 27 “Financial Reporting by Local Governments”, AAS 29 “Financial Reporting by Government Departments” and AAS 31 “Financial Reporting by Governments” are applicable, where pertinent, to this Standard.**

DEVELOPMENT OF THE STANDARD

This section does not form part of the Standard. It is a summary of the development of the Standard and the reasons the Australian Accounting Standards Board (the Board) has issued the Standard.

The Standard amends Australian Accounting Standards AAS 27A “Amendments to the Transitional Provisions in AAS 27”, AAS 29A “Amendments to the Transitional Provisions in AAS 29” and AAS 31A “Amendments to the Transitional Provisions in AAS 31”, all issued in December 1999.

During the delayed implementation period for recognising land under roads, the Board sought input from constituents on the appropriate recognition and measurement of land under roads. In light of the input received and the lack of international convergence on the recognition of land under roads, the Board decided to extend the land under roads transitional provisions in Australian Accounting Standards AAS 27 “Financial Reporting by Local Governments”, AAS 29 “Financial Reporting by Government Departments” and AAS 31 “Financial Reporting by Governments” from 31 December 2002 until 31 December 2006.

Since extending the transitional provisions until 31 December 2006, the Board has commenced a short-term comprehensive review of AAS 27, AAS 29 and AAS 31, including a review of the requirements for accounting for land under roads. As a result of that review, the Board intends issuing an Exposure Draft that proposes that the land under roads transitional requirements should lapse. Requirements relating to the transition into AASB 116 *Property, Plant and Equipment* will also be proposed, providing the equivalent kind of relief, limited to land under roads, provided in AASB 1 *First-time Adoption of Australian Equivalents to International Financial Reporting Standards* for the first-time adoption of Australian equivalents to International Financial Reporting Standards (IFRSs). To allow time for these proposals to be considered, the Board decided to defer the expiry date of the transitional provisions for a further 12 months to 31 December 2007.