



The Lord Almighty is holy. His glory fills the world. (Isaiah 6:3)

We strive to live holy lives through

“... love that is patient and kind” that “never gives up”

enabling us to “Go out into the world, and love the people we meet.”

(Saint Paul and Saint Teresa)

All Saints Academy Depreciation Policy

Date of Policy	March 24	Responsibility	CFO
Date of review	March 26	Approval date	March 24
Commitment to equality	This policy does not impact equality		

Purpose

This policy outlines the procedures for depreciating the fixed assets owned by All Saints Interchurch Academy. The purpose is to ensure consistent, transparent handling of depreciation, in compliance with applicable accounting standards and regulatory requirements.

Scope

This policy applies to all tangible and intangible assets owned by the Academy. Covered assets include buildings, equipment, furniture, vehicles, and IT hardware.

Principles

Depreciation at All Saints Interchurch Academy reflects the systematic allocation of an asset's depreciable amount over its useful life. It starts when the asset is ready for use and ends upon the asset being classified as held for sale or derecognised.

Methods of Depreciation

All Saints Interchurch Academy shall apply the Straight-Line Method of depreciation for all assets. This method evenly distributes the cost of the asset over its expected useful life, reflecting a consistent benefit to the Academy.

Useful Lives and Residual Values

The expected useful lives and residual values of assets are determined based on the Academy's experience, manufacturers' recommendations, and anticipated usage. These are reviewed annually and adjusted if necessary:

-Land and buildings:

The land and buildings occupied by the academy are owned jointly by the Anglican Diocese and the Roman Catholic Diocese of East Anglia Trustees. The academy has been granted a licence to occupy which can be revoked at any time. Therefore, the land and buildings are not recognised within assets in the financial statements. To represent the value in use of the land and buildings a notional rental charge is applied to the financial accounts.

- Equipment: 4 years

- Furniture and Fixtures: 4 years

- Vehicles: 7 years

- IT Hardware: 3 years

Review of Depreciation Policy

The depreciation policy of All Saints Interchurch Academy is reviewed bi-annually to ensure relevance, accuracy, and compliance with accounting standards and regulations. Adjustments are made as required and approved by the Board of Governors.

Responsibilities

The responsibility for implementing this policy, including asset identification, determining useful lives, calculating depreciation, and maintaining records, falls to the Academy's Chief Financial Officer (CFO) or equivalent.

Reporting and Documentation

Depreciation transactions are recorded in the Academy's accounting system and reflected in financial statements according to the relevant financial reporting framework. Supporting documentation for the purchase, depreciation, and disposal of assets is maintained for audit purposes in line with the Academy's record retention policy.

Capitalisation Policy

The capitalisation limit is £500. In applying a 'capitalisation limit', academy trusts should consider the risk of misstating the financial statements if individually low-value assets, which are collectively of a material value, are not capitalised. As best practice, therefore, assets purchased together as a set (for example, a batch of network computers) should be capitalised as a group.