

Summary of Noteworthy Changes Incorporated in the 2019-20 Release of Non-Current Asset Policies

This Summary of Noteworthy Changes lists the noteworthy amendments in the Non-Current Asset Policies for the Queensland Public Sector (NCAPs) applicable for reporting periods beginning on or after 1 July 2019.

The NCAPs were revised in draft during April 2020 to accommodate the new accounting standard AASB 16 *Leases*, and to update all references to the new *Financial and Performance Management Standard 2019*. No feedback on the draft NCAPs was received.

Any minor editorial amendments are not included in the changes below.

1.0 NCAP 1 – Recognition of Assets

Location	Changes in 2019-20 version
1.7 Guidance on Particular Asset Types	<ul style="list-style-type: none">Updated section on Leased Assets to remove previous AASB 117 content and direct agencies to FRR 4B for Treasury policies on lease accounting
Appendix 1.1 Non-Current Asset Classes and Thresholds	<ul style="list-style-type: none">Remove asset class “Leased Assets (finance lease)” from Property, Plant and Equipment category and replaced it with “Right-of-use assets (from leases)” in the Other categoryThe asset recognition threshold does not apply to right-of-use assets, agencies are instructed to apply AASB 16’s low-value asset threshold instead
Appendix 1.2 Description of Classes of PP&E	<ul style="list-style-type: none">Removed asset class “Leased Assets”
Appendix 1.5 Valuation on Initial Recognition of Asset	<ul style="list-style-type: none">Updated flowchart to refer to AASB 16 for the initial measurement of right-of-use assets

2.0 NCAP 3 – Valuation of Assets

Location	Changes in 2019-20 version
3.10 Specific Valuation Issues	<ul style="list-style-type: none">Updated section on Leased Assets

3.0 NCAP 5 – Depreciation and Amortisation

Location	Changes in 2019-20 version
5.5 Changes in Depreciation	<ul style="list-style-type: none">Updated section on Leased Assets (renamed from Finance Leases)Removed section on Amortisation of Sale and Leaseback Transactions