

Financial Reporting Manual (FReM) – Amendment Record Sheet 2011-12

Paragraph	FRAB (Paper)	Title	Reason for Change	Applicable Date	Standard
3.1.3, 3.1.5, 3.2.2, 3.2.2a-c, 3.2.3(new, following paras renumbered), 3.2.5-3.2.7a, 3.2.9, was3.2.9(deleted), 3.2.10(new), 3.2.10c&d 4.2.3, 4.2.3a&b(deleted), 4.2.4, 4.2.12a, 4.2.12b,d&e(deleted), 4.2.13c&d, 4.2.14(deleted, following paras renumbered) 5.2.11(table), 5.4.9, 5.4.9(table), 5.4.13, 5.4.15, 5.4.63(was5.4.65) 11.2.5, title 11.2.8, 11.2.9-11, 11.2.19. Annex 1	FRAB(98)06B	Implementing the second stage of the changes needed for alignment of budgets, Estimates and accounts.	Implementing the second stage of the changes needed for alignment of budgets, Estimates and accounts.	2011-12	-
5.4.55, (5.4.56 and 5.4.57 deleted, 6.2.6(deleted following paras renumbered), 6.2.7g (new bullet point, 6.2.18, 6.2.21,6.2.22, 6.2.71, 6.2.71a, 6.2.71b&c(new), 6.2.73(title), 6.2.73(new), 6.2.74(a-d) 7.2.10 8.2.19 11.2.18	FRAB (101) 05	Accounting for Capital Government Grants and Similar Financing from Non-Government Sources	Misalignment in accounting treatment of capital non-exchange transactions within the FReM and between central and local government accounting.	2011-12	IAS 20, IAS 16

Paragraph	FRAB (Paper)	Title	Reason for Change	Applicable Date	Standard
11.2.5 (two new bullets), 13.3.8	FRAB (103)05	Alignment Project – Tax Credits	Accounting for Tax Credits	2011-12	-
5.2.18, 5.2.19b, 5.4.64	FRAB (103)04	Disclosure of Senior Staff Salary and Bonuses, and of Civil Service and other compensation schemes – exit packages	A requirement for the separate reporting of bonuses and salaries in the Remuneration Report and reporting, by way of a note to the accounts, of Civil Service exit packages awarded to all staff.	2010-11	-
2.2.6	FRAB (103)06	True and Fair Override Provision	Reinstated within the FRoM , for use in exceptional circumstances, applying the principles set out in IAS 1.	2010-11	IAS 1
9.2.17 (new paragraph & headings)	FRAB (108)09	Application of IFRIC 19: Extinguishing Financial Liabilities with Equity Instruments	New guidance for applying IFRIC 19.	2011-12	IFRIC 19
5.2.9 (deleted), 5.2.9 (renumbered), 5.2.10 (new)	FRAB (108)12	Sustainability	Requirement for the mandatory inclusion of sustainability reports within Annual Reports and	2011-12	-

Paragraph	FRAB (Paper)	Title	Reason for Change	Applicable Date	Standard
			Accounts.		
5.2.11, 5.4.25-28	FRAB (109)03	Application of IFRS 8 Operating Segments	Removing references to the previous PSA / DSO performance reporting regime, and updating the interpretation of IFRS 8 and the implications for Companies Act 2006 reporting requirements.	2011-12	IFRS 8
5.1.1c, 5.3.2-5.3.5, 12.3.6, 14.3.4, 14.3.5. Annex 2 deleted	FRAB (109)04	Governance Statement	Introduction of a Governance Statement to incorporate and replace the current Statement on Internal Control (SIC).	2011-12	-
3.2.7-8, 5.4.9, 5.4.10, 5.4.39(deleted), 5.4.58, 11.3.3-4, 13.1.2, 13.3.6-8, 13.4.4-6	FRAB (109)06	Easing the process-amendments and clarifications	Changes following the CLOS Dry-run accounts review.	2011-12	-

FReM Clarification, Tidy up and Corrections

Paragraph	Reason for Change	Date Changed
1.1.5	Clarification that the effective date of EU adopted IFRS is key for standards applied by the FReM as per the Memorandum of Understanding between the relevant authorities on the development of financial reporting guidance in the public sector.	11/10 (late 2010-11 change which is ongoing)
5.4.30-32 (Heading)	To clarify that fees and charges disclosure requirements also apply to those fees and charges for discretionary services which do not require legislation enacted by the UK Parliament.	late 2010-11 change which is ongoing
6.2.74b, 11.2.18	CLOS alignment - all grants and GiA going from departments to NDPBs should be aligned going through financing and not income/ deferred income.	2011-12
4.2.18, 6.2.23	There is potential for mis-interpretation where assets functions transfer between two bodies within the same part of the public sector. This should be merger accounting like MoG changes	late 2010-11 change which is ongoing
6.2.29 (iii)	FReM text does not account for the changes adopted to the primary statements in 2010-11. Revaluations were put through the Statement of Taxpayers Equity in 2009-10, but from 2010-11, these gains/losses are now part of the Statement of Comprehensive Net Expenditure.	late 2010-11 change which is ongoing
5.4.24b	Correction to paragraph regarding where the date of the Accounting Officer's authorisation for issue should go.	late 2010-11 change which is ongoing
12.1.2	Editorial improvement	late 2010-11 change which is ongoing
6.2.56	Cross reference corrected	late 2010-11 change which is ongoing
6.2.52	Cross reference corrected	late 2010-11 change which is ongoing
4.2.12c	Clarification	2011-12
3.2.2b	Minor amendment to improve clarity	2011-12

Paragraph	Reason for Change	Date Changed
4.2.22, 6.2.1, 6.2.3, 6.2.6a,g&j, 6.2.21, 7.2.1, 8.2.7, 8.2.9, 8.2.14, 10.2.5a&b, 11.2.11	Terminology – fixed assets changed to non-current assets	late 2010-11 change which is ongoing
7.2.8	Distinction between assets and intangible assets	
3.2.6	Reference to notes changed to maintain consistency with Dept Yellow	May 2011
3.3.4, 11.3.7, 6.2.28, Annex 1	Correction of references	May 2011
6.2.35	Donated Asset Reserve removed - this reference was omitted in February 2010 FRAB paper. The Cross reference to 6.2.43 also needs correcting to 6.2.41	May 2011
1.7.4, 2.4.7, 5.4.31, 5.4.37, 6.2.8c, 7.2.6, 10.2.17, 11.2.12, 11.3.7, 14.2.9a, 14.3.1	Correction of reference.	Dec 2011
5.2.5	Amended to reflect requirement for a sustainability report and the use of key performance indicators rather than targets	Dec 2011
5.4.1	Insertion of the Statement of Changes of Equity	Dec 2011

General update and tidying of WGA Chapter 14

Paragraph	Reason for Change	Date Changed
14.2.1, 14.2.4 (deleted), 14.2.11 (deleted), 14.2.22 (deleted)	Deleted references to accounting standards IAS 1 and IAS 26 from the notes on adaptations and interpretations, as they are followed in full.	2011-12

Paragraph	Reason for Change	Date Changed
14.2.2	Deleted detailed sub-paragraphs as they are not necessary. IAS 1 is interpreted for WGA in the same way as for entities covered by the FReM. In other respects, IAS 1 is adopted in full.	2011-12
14.2.5	Amended paragraph related to IAS 16, to refer to accounting for local authority infrastructure assets within WGA.	2011-12
14.2.6	Updated to explicitly state that IAS 19 is followed.	2011-12
14.2.18	Updated reference to IFRS 1, First Time Adoption.	2011-12
14.2.25	Amended paragraph to reflect the accounting treatment of the UK Government's holdings of gold within WGA.	2011-12
14.3.1	Updated reporting requirements paragraph to reflect NAO's agreements about non-disclosures within WGA related to Companies Acts and the FReM.	2011-12
14.4.2, 14.4.3,	Audit and Publication – minor amendments explicitly providing a reference to the legislation for laying WGA accounts and reports and delete reference to the WGA governance body undertaking the functions of an Audit Committee.	2011-12