



The Rosary Trust

A Catholic Education Trust

Capitalisation and Depreciation Policy

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1. All assets with a cost or combined cost of more than £1,000 and with an expected useful life exceeding one year are capitalised.
2. Depreciation is charged on a straight line basis beginning in the year in which the asset is brought into use at the following annual rates:
 - Furniture and fittings 10% p.a.
 - ICT equipment 20% p.a.
 - Music equipment 10% p.a.
 - Sports equipment 10% p.a.
 - White /electrical goods 20% p.a.
3. Where fixed assets have been acquired with the aid of specific grants, they are included in the balance sheet at cost and are depreciated over their expected useful economic life. The related grants are credited to a restricted fixed asset fund (on the statement of financial activities and carried forward in the balance sheet). The depreciation on such assets is charged in the statement of financial activities over the expected useful economic life of the related asset on a basis consistent with the depreciation policy.
4. Grants provided to acquire fixed assets may be paid either to the academy or directly to meet the cost of the fixed asset. Where costs have been paid directly and are part of the capital project, they have been recognised as restricted fixed asset funding.