

Accounting Treatment for Purchase of Capital ICT items from ICT Grant Monies Received

When ICT grant monies received:

Action	DR/CR	Nominal Code	Description
Grant Monies Received	DR	1800	Current Account 1 Current Asset
	CR	2165	ICT Grant Unspent Current Liability

When ICT Capital item is purchased:

Action	DR/CR	Nominal Code	Description
Item Purchased	DR	1461	Capital: ICT Additions Fixed Asset
	CR	1800	Current Account 1 Current Asset
Action	DR/CR	Nominal Code	Description
Transfer of Grant to Capital Reserves	DR	2165	ICT Grant Unspent Current Liability
	CR	3921	DE ICT Grant Capital Income Capital & Reserves

Amortisation of ICT grants

Action	DR/CR	Nominal Code	Description
Amortisation of grant	DR	3926	Accumulated Amortisation of ICT Grant Capital Income Capital & Reserves
	CR	3226	Amortisation of DE ICT Grants Income

Depreciation of ICT Capital Expenditure

Action	DR/CR	Nominal Code	Description
Depreciation of ICT	DR	8060	Annual Depreciation: ICT Expenditure
	CR	1471	Depreciation: ICT Current Year Fixed Asset

Note 1: Grant spent should be amortised to the I&E over 3 years

Note 2: ICT Depreciation Policy. Items depreciated over 3 years