

Revaluation of assets policy and procedure

Policy Statement

The Strategic Leadership Team, in consultation with the Trustees, shall revalue the assets of Crossfields Institute group every 12 months.

This policy includes all fixed tangible assets and intangible assets. For the purposes of this policy, intangible assets are defined as below.

Definition

An intangible asset is “an identifiable non-monetary asset without physical substance”.

Such an asset is identifiable when:

- (a) it is separable, i.e. capable of being separated or divided from the entity and sold, transferred, licensed, rented or exchanged, either individually or together with a related contract, asset or liability; or
- (b) it arises from contractual or other legal rights, regardless of whether those rights are transferable or separable from the entity or from other rights and obligations.”

Crossfields Institute shall recognise an intangible asset if, and only if:

- (a) it is probable that the expected future economic benefits that are attributable to the asset will flow to the institution; and
- (b) the cost or value of the asset can be measured reliably according to accounting standards applicable at the time (FRS10)

Procedure

Crossfields Institute recognises the value of the Awarding Organisation (1) and the value of qualifications and programmes for which the Institute is responsible (2).

(1) The value of the Awarding Organisation includes two components:

- 1. Direct expenses incurred in the Ofqual¹ application process
- 2. A premium based on average market rate (obtained in the year of approval) for the purchase of an existing awarding organisation prior to the submission of any qualifications

(2) The value of qualifications and programmes for which the Institute is responsible are based on the cost of managing and providing for the qualification over any two-year period including direct and indirect expenses.

This policy will be reviewed by the Strategic Leadership Team every 12 months.

Last review: September 2019

Next review: September 2020

¹ The independent qualifications regulator for England <https://register.ofqual.gov.uk>