

**REPORT FOR: Governance, Audit and
Risk Management
Committee**

Date of Meeting: 29 June 2010

Subject: International Financial Reporting Standards (IFRS) update

Responsible Officer: Myfanwy Barrett - Corporate Director of Finance

Exempt: No

Enclosures: Nil

Section 1 – Summary and Recommendations

This report sets out an update on the IFRS plan and implementation timetable

Recommendations:

The GARM Committee is requested to note progress.

Section 2 – Report

Section 2 - IFRS Implementation Update

1. As reported in April, further work on IFRS implementation has been carried out as detailed below:-
 - a) Work on Private Finance Initiatives has progressed well and the restatement of the balance sheet for both 2008-09 and 2009-10 is now completed.
 - b) Work on Employee Benefits has progressed well. Approximately 10% of the work is outstanding and will be completed by end of June 2010 which will include the restatement of the balance sheet for both the years.
 - c) The Fixed Asset policy will be issued by the end of this month which addresses the IFRS requirements in respect of component accounting.

- d) Work on Leasing has started however there are further delays in obtaining information from certain suppliers. These issues are being escalated and it is anticipated that this work will be completed by the end of July 2010.
2. Members will note from the above 'a' and 'b', that the restatement of the balance sheet as at 31 March 2010 for PFI and Employee Benefits is well ahead of the deadline date of the end of September 2010. This will compensate amply for any delay on leasing and therefore the milestone in respect of the restated balance sheet as at 31 March 2010 is still on track to be completed by end of September 2010.

Section 3 – Financial Implications

3. None directly. IFRS relates to accounting standards.

Section 4 – Statutory Officer Clearance

Name: Myfanwy Barrett	<input checked="" type="checkbox"/> Chief Financial Officer
Date: 18 June 2010	
Name: George Curran	<input checked="" type="checkbox"/> On behalf of the Monitoring Officer
Date: 18 June 2010	

Section 4 - Contact Details and Background Papers

Contact: Jennifer Hydari, Divisional Director – Finance and Procurement (Tel: 0208 424 1393 – internal 2393)

Background Papers: Nil