

Accounting Treatment: Use of the Minor Works Grant for the purchase of Non-Capital items

Minor Works Grant - Code 3275 Minor Works should only relate to the proportion of the Minor Works grant that relates to non-capital Minor Works.

For instance, under the Minor Works grant, there is scope to spend monies on items that may not be capital items. Therefore, these items would not be capitalised and are treated as follows:

GRANT INCOME RECEIVED:

Action	Debit/Credit	Nominal Code	Description
Grant received	DR	1800	Current Account 1 Current Asset
	CR	2166	Minor Works Grant Unspent Current Liability

WHEN GRANT IS SPENT:

Action	DR/CR	Nominal Code	Description
Item purchased	DR	5315	Minor Works Grant Expense Expenditure
	CR	1800	Current Account 1 Current Asset

Action	DR/CR	Nominal Code	Description
Journal to reflect Minor Works Non- capital grant Income	DR	2166	Minor Works Grant Unspent Current Liability
	CR	3275	Minor Works Grant Non-Capital Income