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WELSH STATUTORY INSTRUMENTS

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**2003 No. 3239**

The Local Authorities (Capital Finance  
and Accounting) (Wales) Regulations 2003

PART 2

CREDIT ARRANGEMENTS

TRANSACTIONS WHICH ARE NOT CREDIT ARRANGEMENTS

**Liabilities that do not arise from capital expenditure**

**3.**—(1) Subject to paragraph (2) liabilities of a local authority that do not arise from the incurring by the authority of capital expenditure are liabilities specified for the purposes of section 7(3)(c) (Exclusion of certain liabilities from definition of “qualifying liabilities”).

(2) Paragraph (1) does not apply where proper practices in accordance with regulation 25 require the recognition of a fixed asset.