



## CCAB Press Release

Date: 20 May 2024

### ***CCAB issues revised Statement of Recommended Practice – Accounting by Limited Liability Partnerships (LLPs SORP)***

CCAB has today published a new edition of the LLPs SORP. The underlying purpose of the SORP is to deal with issues that are specific to LLPs and ensure that, as far as possible, LLPs present financial statements that are comparable with those of other entities.

The SORP has been updated to reflect The Limited Liability Partnerships (Climate-related Financial Disclosure) Regulations 2022 (SI 2022/46) which require certain LLPs and groups to make climate-related financial disclosures aligned with the Taskforce for Climate-related Disclosures (TCFD) recommendations.

Additional guidance has been added to the SORP in relation to:

- the sharing of group profits and amounts payable to former members;
- post-retirement obligations in the context of FRS 103 *Insurance Contracts*;
- certain scenarios when section 26 *Share-based Payment* of FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* might apply to post-retirement payments to members; and
- the treatment of profits which are automatically divided to members who do not provide any substantive services to the LLP.

Other minor amendments have been made to the LLP SORP to enhance its clarity.

The updated SORP is effective for periods commencing on or after 1 July 2024 (with early adoption permitted).

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#### **Notes for editors**

1. The combined membership of the five CCAB bodies - ICAEW, ACCA, ICAS, CIPFA and Chartered Accountants Ireland - amounts to over 275,000 professional accountants in the UK and the Republic of Ireland (over 415,000 worldwide).
2. CCAB provides a forum for the bodies to work together collectively in the public interest on matters affecting the profession and the wider economy.
3. CCAB's credibility stems from its insight into all areas of finance and accounting, from finance director and audit partner to management accountants, professional

advisers, public sector finance leaders and entrepreneurs. CCAB's members work through the financial value chain in all sectors as key decision makers and business leaders within the UK and around the world.

For queries relating to the revised LLPs SORP, please contact [alison.bonathan@icaew.com](mailto:alison.bonathan@icaew.com)

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