

Notes to the Financial Statements

3. Investment property

	2017			2016		
	Cost	Accumulated depreciation and accumulated impairment	Carrying value	Cost	Accumulated depreciation and accumulated impairment	Carrying value
Investment property	0	0	0	569 052	(84 007)	485 045

Reconciliation of investment property - 2017

	Opening balance	Additions	Disposed	Total
Investment property	485 045		(485 045)	0

Reconciliation of investment property - 2016

	Opening balance	Additions	Depreciation	Total
Investment property	507 955		(22 910)	485 045

A register containing the information required by section 63 of the Municipal Finance Management Act is available for inspection at the registered office of the municipality.

4. Property, plant and equipment

	2017			2016		
	Cost	Accumulated depreciation and accumulated impairment	Carrying value	Cost	Accumulated depreciation and accumulated impairment	Carrying value
Land	569 591	-	569 591	569 591	-	569 591
Buildings	25 360 003	(8 543 139)	16 816 864	25 360 003	(7 438 743)	17 921 260
Plant and machinery	7 169 125	(5 117 644)	2 051 481	6 314 689	(4 522 511)	1 792 178
Furniture and fixtures	3 429 034	(2 866 663)	562 371	3 208 561	(2 583 567)	624 994
Motor vehicles	9 677 003	(5 977 781)	3 699 222	9 677 003	(4 556 908)	5 120 095
Office equipment	6 082 417	(4 792 828)	1 289 589	5 540 331	(4 150 443)	1 389 888
IT equipment	138 657	(98 396)	40 261	138 657	(66 281)	72 376
Park facilities	36 329 027	(15 824 755)	20 504 272	36 329 027	(14 183 699)	22 145 328
Wastewater network	67 215 933	(36 049 389)	31 166 544	67 193 607	(27 356 711)	39 836 896
Water network	248 008 184	(71 685 151)	176 323 033	237 938 649	(57 422 235)	180 516 414
Capital Work In Progress	95 406 257		95 406 257	49 890 418		49 890 418
Total	499 385 231	(150 955 746)	348 429 485	442 160 536	(122 281 098)	319 879 438

Notes to the Financial Statements

4. Property, plant and equipment (continued)

Reconciliation of property, plant and equipment - 2017

	Opening balance	Additions	Disposals	Transfers	Work In Progress	Depreciation	Impairment loss	Total
Land	569 591	0	0	0	0	0	-	569 591
Buildings	44 081 112	0	0	0	6 971 199	(1 096 822)	-7574	49 947 915
Plant and machinery	1 792 178	854 435	0	0	0	(588 257)	(6 875)	2 051 481
Furniture and fixtures	624 994	220 473	0	0	0	(281 425)	(1 672)	562 370
Motor vehicles	5 120 095	0	0	0	0	(1 274 394)	(146 479)	3 699 222
Office equipment	1 389 888	551 284	(542)	0	0	(649 071)	(1 969)	1 289 589
IT equipment	72 376	0	0	0	0	(32 115)	0	40 261
Park facilities	19 191 389	0	0	0	0	(1 480 873)	(160 183)	17 550 333
Wastewater network	39 841 136	0	0	0	0	(8 635 883)	(48 458)	31 156 795
Water network	207 196 679	0	0	0	48 636 502	(13 883 970)	(387 284)	241 561 927
	319 879 438	1 626 191	(542)	0	55 607 701	(27 922 809)	(760 494)	348 429 485
<u>Capital Work In Progress</u>								
Buildings					6 971 199			30 177 112
Water network					48 636 502			65 229 145
					55 607 701			95 406 257

Reconciliation of property, plant and equipment - 2016

	Opening balance	Additions	Disposals	Transfers	Work In Progress	Depreciation	Impairment loss	Total
Land	569 591	0	0	0	0	0	0	569 591
Buildings	32 731 044	0	0	0	12 447 487	(1 097 419)	0	44 081 112
Plant and machinery	1 920 218	456 298	(64 294)	0	0	(519 839)	(205)	1 792 178
Furniture and fixtures	904 535	0	0	0	0	(279 541)	0	624 994
Motor vehicles	2 410 660	3 766 700	(428 180)	0	0	(541 705)	(87 380)	5 120 095
Office equipment	1 626 960	370 913	(26 687)	0	0	(581 298)	0	1 389 888
IT equipment	104 504	0	0	0	0	(32 128)	0	72 376
Park facilities	23 212 249	399 584	(2 953 939)	0	0	(1 457 300)	(9 205)	19 191 389
Wastewater network	48 548 231	0	0	0	0	(8 642 059)	(65 036)	39 841 136
Water network	208 061 331	605 152	0	0	19 686 628	(14 676 631)	(6 479 801)	207 196 679
	320 089 323	5 598 647	(3 473 100)	-	32 134 115	(27 827 920)	(6 641 627)	319 879 438

Reconciliation of Work-in-Progress - 2017

	Included within Infrastructure	Included within Community	Included within other PPE	Total
Opening balance	26 684 505	23 205 912	0	49 890 417
Additions/capital expenditure	48 636 503	6 971 199	0	55 607 702
Transferred to completed items	(10 091 862)		0	(10 091 862)
	65 229 146	30 177 111	-	95 406 257

Reconciliation of Work-in-Progress - 2016

	Included within Infrastructure	Included within Community	Included within other PPE	Total
Opening balance	23 281 941	13 712 365	0	36 994 306
Additions/capital expenditure	19 686 628	12 447 487	0	32 134 115
Sportfield Transferred		(2 953 939)		(2 953 939)
Transferred to completed items	(16 284 064)	0	0	(16 284 064)
	26 684 505	23 205 913	0	49 890 418

A register containing the information required by section 63 of the Municipal Finance Management Act is available for inspection at the registered office of the municipality.

Notes to the Financial Statements

5. Intangible assets

	2017			2016		
	Cost	Accumulated depreciation and accumulated impairment	Carrying value	Cost	Accumulated depreciation and accumulated impairment	Carrying value
Computer software	3 977 668	(3 323 712)	653 956	3 977 668	(2 384 759)	1 592 909

Reconciliation of intangible assets - 2017

	Opening balance	Corrections	Depreciation	Total
Computer software	1 592 909	0	(938 953)	653 956

Reconciliation of intangible assets - 2016

	Opening balance	Additions	Dpreciation	Total
Computer software	7 241 290	(4 707 761)	(940 620)	1 592 909

6. Investment in associate

Name of entity		% holding		Carrying 2017	Carrying 2016
		2017	2016		
uThukela Water (Pty) Ltd	Unlisted	0.333	0.333	R 292 305 499	R 336 135 307

The carrying amounts of associates are shown net of impairment losses.

The annual financial statements of Uthukela Water (Pty)Ltd are prepared for the accounting period 01 July 2016 to 30 June 2017 , which is the same as the Amajuba District Municipality , No loans were made to or received from the associate. No shares were sold nor any acquired during the year..

With effect from 01 July 2013, the municipality TOOK over a portion of the assets, liabilities and staff that relate to Amajuba District Municipality from uThukela Water. The municipality is therefore providing water and sanitation services as a water services provider and authority.

Movements in carrying value

	2017	2016
	R	R
Opening balance	336 135 307	373 804 184
Increase (Decrease) in value	(43 829 808)	(37 668 877)
	<u>292 305 499</u>	<u>336 135 307</u>