



2009/10 ICASA ACCOUNTING POLICIES



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- In previous financial year, the Authority was using South African General Accepted Accounting Practice (GAAP) for its financial reporting.
- In 2009/10 financial reporting, we changed this to General Recognised Accounting Practise (GRAP).
- We implement policies based on directives from National Treasury.
- The change was minor because GRAP adopted SA GAAP statements in most cases.



Property, Plant and Equipment – Note 1.6

- Our depreciation is based on useful life.
- Useful lives were extended beyond expected or normal life expectancy due to budget constrain.
- This resulted in an increase on maintenance and repairs.
- Motor vehicles that are having abnormal extended life put staff members at risk.
- Extended life span also reduces productivity.



Financial Instruments – Note 1.9 (page 134)

- Financial instruments affect our budget because we need to make provisions for impairments.

Transaction and balances – Note 1.23 (page 141)

- In order to reduce foreign currency expose, the Authority uses fixed prices and it also uses local companies to procure imported equipment.



Retirement benefit – Note 1.12 (page 139)

- The Authority provides defined benefit in order to manage exposure to shortfall on poor performance of pension fund.

Termination benefits – Note 1.13 (page 139)

- There are no extra termination benefit except payment of leave days and pension.