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TO: MEMBERS OF THE TECHNICAL COMMITTEE
FROM: TSHOLO TSHOKE
SUBJECT: RESEARCH PAPER ON THE REVIEW OF AMENDMENTS TO GRAP 16 AND GRAP 17
DATE: 06 AUGUST 2019
FILE REF: Attachment 4(a)

BACKGROUND AND PURPOSE

1. As an outcome of the post-implementation review, the Board made amendments to certain aspects of the Standards of GRAP on *Investment Property* (GRAP 16) and *Property, Plant and Equipment* (GRAP 17). The amendments along with the consequential amendments became effective for entities in the 2016/17 reporting period.
2. Following their implementation, the Board agreed to review the effectiveness of the amendments. The purpose of the project was to determine whether the amendments have been appropriately applied, and to evaluate the effectiveness of the amendments in addressing the key issues identified in the post-implementation review.
3. The Board considered the results of the review at the November 2018 meeting where it agreed on further actions by the Secretariat and Board. These actions included the development of a Research Paper to communicate the findings of the review to stakeholders. It was also agreed that a stakeholder consultation plan should be developed identifying key stakeholders with whom the results will be shared.

MATTERS FOR CONSIDERATION

4. The objective of this memorandum is to present the following to the Technical Committee for its consideration, and recommendation to the Board:
 - (a) The draft Research Paper on *Review of Amendments to the Standards of GRAP on Investment Property and Property, Plant and Equipment* (see attachment 4(b)).
 - (b) The proposed stakeholder plan (see Annexure A to this memorandum).

Board Members: Mr V Ngobese (chair), Ms F Abba, Ms L Bodewig, Mr C Braxton, Mr K Hoosain, Ms I Lubbe,
Mr K Makwetu, Ms P Moalusi, Ms Z Mxunyelwa, Ms N Themba,
Alternate: Ms M Sedikela
Chief Executive Officer: Ms E Swart, Technical Director: Ms J Poggiolini

MATTERS FOR CONSIDERATION

The Technical Committee is requested to **CONSIDER**:

- (a) the draft Research Paper on *Review of Amendments to the Standards of GRAP on Investment Property and Property, Plant and Equipment*, and if deemed appropriate, **RECOMMEND** it to the Board for publication; and
- (b) the proposed stakeholder consultation plan to be used to communicate the findings of the review with key stakeholders.

Annexure A – Proposed stakeholder consultation plan

Stakeholder	Responsible parties	Method of engagement
Users		
National Treasury		
OAG (including MFMA unit)	Technical Director, project manager	Face to face meeting
Public Finance and Budget		
Intergovernmental Relations		
Provincial Treasuries		
PAGs	Technical Director, project manager	PAG Forum and/or Roundtable discussion
Other users		
SARB	Technical Director, project manager	Face to face meeting
DHET		Roundtable discussion
SALGA (policy unit)		Face to face meeting
Auditors		
AGSA (ARD and product champions) Audit Firms IRBA	Technical Director, project manager	Face to face meeting and/or Roundtable discussions
Representatives of auditors and accountants		
SAICA SAIGA SAIPA CIGFARO	Technical Director, project manager	Roundtable discussions
Preparers		
Public entities	Technical Director, project manager	Public Sector Accounting Forum
Municipalities		
Consultants		
Public Sector Accounting Forum		