

NOTE 12. CAPITAL ASSETS

(A) Continuity

	Jan 1, 2013	Business Acquisition	Additions	Disposals	Foreign Exchange	Transfers	Dec 31, 2013
Cost							
Land	2,766	817	—	—	242	165	3,990
Equipment and vehicles	15,650	21	866	(1,402)	1,879	(1,495)	15,519
Property and plant	851,726	127,053	4,906	(4,788)	40,375	23,470	1,042,742
Water network	346,530	—	54,165	—	45,406	33,743	479,844
Construction in progress	51,209	—	75,759	(9)	5,831	(62,515)	70,275
	1,267,881	127,891	135,696	(6,199)	93,733	(6,632)	1,612,370
Accumulated depreciation							
Equipment and vehicles	(5,160)	—	(2,035)	1,340	(1,422)	—	(7,277)
Property and plant	(168,416)	—	(43,141)	2,747	(18,331)	—	(227,141)
Water network	(7,898)	—	(6,007)	9	(7,374)	—	(21,270)
Net carrying value	1,086,407	127,891	84,513	(2,103)	66,606	(6,632)	1,356,682

	Jan 1, 2012	Additions	Disposals	Foreign Exchange	Transfers	Dec 31, 2012
Cost						
Land	2,707	—	—	59	—	2,766
Equipment and vehicles	8,389	1,001	(637)	534	6,363	15,650
Property and plant	790,178	4,517	(4,729)	9,906	51,854	851,726
Water network	271,485	59,571	—	9,542	5,932	346,530
Construction in progress	35,750	80,984	—	1,162	(66,687)	51,209
	1,108,509	146,073	(5,366)	21,203	(2,538)	1,267,881
Accumulated depreciation						
Equipment and vehicles	(3,568)	(1,847)	608	(353)	—	(5,160)
Property and plant	(126,465)	(40,516)	2,978	(4,413)	—	(168,416)
Water network	(1,020)	(5,069)	—	(1,809)	—	(7,898)
Net carrying value	977,456	98,641	(1,780)	14,628	(2,538)	1,086,407

(B) Reconciliation to Cash Additions

Year ended	Dec 31, 2013	Dec 31, 2012
Additions	135,696	146,073
Adjustment for change in capital asset additions included in accounts payable and accrued liabilities	8,942	(18,919)
Net foreign exchange difference	1,641	787
Cash additions	146,279	127,941

(C) Construction in Progress

The net book value of capital assets includes \$5,451 (£3,092) of capitalized interest at Bristol Water in accordance with IAS 23. Capstone has used 5.5% as the interest rate to determine the amount capitalized.

As assets became available for use, their carrying values were transferred from construction in progress to the appropriate asset class at which time amortization over the asset useful life began. Carrying values within construction in progress are not amortized.

(D) Capital Assets Under Finance Leases

As at	Land	Equipment and Vehicles	Property and Plant	Water Network	Total
Dec 31, 2013	—	5	16,584	1,410	17,999
Dec 31, 2012	—	4	16,924	1,315	18,243