

PROJECTED CASH FLOW STATEMENT FOR THE 2015/16 FINANCIAL YEAR

Projected Cash Flow Statement as at 30 September 2015

The purpose of the cash flow statement is to compare the cash inflows (receipts) with the cash outflows (payments), so as to ascertain the adequacy of the cash inflows to cover the cash outflows.

Table C7 Consolidated Monthly Budget Statement - Cash Flow – M03 September 2015

Description	Budget Year 2015/16							
	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
CASH FLOW FROM OPERATING ACTIVITIES								
Receipts								
Ratepayers and other	6,547,926		719,503	1,959,560	1,867,609	91,952	5%	6,547,926
Government - operating	1,355,719		10,781	460,903	432,580	28,323	7%	1,355,719
Government - capital	1,093,822		9,090	282,233	186,746	95,487	51%	1,093,822
Interest	70,045		8,666	26,771	22,097	4,673	21%	70,045
Payments								
Suppliers and employees	(6,889,818)		(752,111)	(2,234,715)	(2,088,040)	146,674	-7%	(6,889,818)
Finance charges	(168,361)		(23,124)	(58,036)	(58,318)	(282)	0%	(168,361)
Transfers and Grants	(27,993)		(75)	(5,039)	(6,693)	(1,654)	25%	(27,993)
NET CASH FROM/(USED) OPERATING ACTIVITIES	1,981,340	-	(27,270)	431,679	355,982	(75,697)	-21%	1,981,340
CASH FLOWS FROM INVESTING ACTIVITIES								
Receipts								
Proceeds on disposal of PPE						-		
Decrease (Increase) in non-current debtors						-		
Decrease (increase) other non-current receivables						-		
Decrease (increase) in non-current investments						-		
Payments								
Capital assets	(1,596,933)		(81,386)	(364,477)	(441,049)	(76,571)	17%	(1,596,933)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(1,596,933)	-	(81,386)	(364,477)	(441,049)	(76,571)	17%	(1,596,933)
CASH FLOWS FROM FINANCING ACTIVITIES								
Receipts								
Short term loans						-		
Borrowing long term/refinancing						-		
Increase (decrease) in consumer deposits						-		
Payments								
Repayment of borrowing	(104,093)		(22,440)	(39,912)	(39,912)	-		(104,093)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(104,093)	-	(22,440)	(39,912)	(39,912)	-		(104,093)
NET INCREASE/ (DECREASE) IN CASH HELD	280,314	-	(131,095)	27,290	(124,979)			280,314
Cash/cash equivalents at beginning:	914,561			1,445,536	914,561			914,561
Cash/cash equivalents at month/year end:	1,194,875	-		1,472,826	789,582			1,194,875

The significant variances are discussed below:

Payments: Capital

- The variance is mainly attributable to Capital Projects being delayed due to adverse weather conditions, service delivery protests and delays in the relocation of families from areas where projects have to be implemented.

Receipts: Ratepayer and Other and Payments: Suppliers and Employees

- The variances are mainly affected by VAT claimed back from SARS and VAT paid over to SARS

Government Operating and Capital Grants

- As the time schedule of payments in respect of these grants was not available at the time of preparing the budget, variances have arisen. However the grants received are in accordance with the grants as allocated in the DORA.

Interest

- Due to the higher investment portfolio than anticipated and interest rates being slightly higher than anticipated in the budget, the interest earned on external investments was higher than anticipated in the Budget.