

ANNEXURE "A3": PROJECTED CASH FLOW STATEMENT FOR THE 2014/15 FINANCIAL YEAR

Projected Cash Flow Statement as at 31 December 2014

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 Monthly Budget Statement - Cash Flow – M06 December 2014

Description	2013/14	Budget Year 2014/15						
	Audited Outcome	Original 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	5,019,415	5,851,575	642,494	3,629,140	3,287,626	341,514	10%	5,851,575
Government - operating	1,505,562	1,336,616	31,756	799,807	927,079	(127,272)	-14%	1,336,616
Government - capital	920,097	970,324	255,394	447,140	519,840	(72,700)	-14%	970,324
Interest	82,578	65,592	5,380	48,098	37,581	10,518	28%	65,592
Payments								
Suppliers and employees	(5,525,335)	(6,518,127)	(621,931)	(4,029,512)	(3,613,346)	416,165	-12%	(6,518,127)
Finance charges	(192,715)	(181,344)	(6,272)	(91,163)	(91,153)	10	0%	(181,344)
Transfers and Grants	(22,372)	(18,081)	(2,510)	(13,943)	(6,247)	7,696	-123%	(18,081)
NET CASH FROM/(USED) OPERATING ACTIVITIES	1,787,228	1,506,555	304,310	789,568	1,061,380	271,811	26%	1,506,555
CASH FLOWS FROM INVESTING ACTIVITIES								
Receipts								
Proceeds on disposal of PPE						–		
Decrease (Increase) in non-current debtors						–		
Decrease (increase) other non-current receivables	19,819					–		
Decrease (increase) in non-current investments						–		
Payments								
Capital assets	(1,680,945)	(1,339,675)	(139,667)	(959,012)	(480,940)	478,072	-99%	(1,339,675)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(1,661,126)	(1,339,675)	(139,667)	(959,012)	(480,940)	478,072	-99%	(1,339,675)
CASH FLOWS FROM FINANCING ACTIVITIES								
Receipts								
Short term loans						–		
Borrowing long term/refinancing						–		
Increase (decrease) in consumer deposits	6,837					–		
Payments								
Repayment of borrowing	(105,724)	(112,968)	(15,000)	(55,836)	(55,836)	(0)	0%	(112,968)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(98,887)	(112,968)	(15,000)	(55,836)	(55,836)	(0)	0%	(112,968)
NET INCREASE/ (DECREASE) IN CASH HELD	27,216	53,912	149,643	(225,280)	524,603			53,912
Cash/cash equivalents at beginning:	1,580,882	1,162,924		1,608,097	1,162,924			1,162,924
Cash/cash equivalents at month/year end:	1,608,097	1,216,836		1,382,817	1,687,527			1,216,836

The significant variances are discussed below:

Payments: Capital

- The variance is mainly attributable to the invoices relating to the 2013/14 financial year being paid during the period July 2014 to September 2014 in the 2014/15 financial year.

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 for which the municipality does not budget for.