

PROJECTED CASH FLOW STATEMENT FOR THE 2016/17 FINANCIAL YEAR**Projected Cash Flow Statement as at 31 December 2016**

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 – Dec 2016

Description	Budget Year 2016/17					
	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands						
CASH FLOW FROM OPERATING ACTIVITIES						
Receipts						
Property rates, penalties & collection charges	1,540,006	117,756	382,947	392,889	(9,942)	-3%
Service charges	4,688,738	456,261	1,186,509	1,231,781	(45,271)	-4%
Other revenue	1,056,063	183,439	598,368	375,851	222,517	59%
Government - operating	1,391,004	13,284	381,512	424,261	(42,749)	-10%
Government - capital	940,707	–	259,567	273,143	(13,576)	-5%
Interest	91,495	11,750	33,579	26,433	7,146	27%
Dividends	–		–		–	
Payments						
Suppliers and employees	(7,756,281)	(817,442)	(2,486,946)	(2,229,800)	257,147	-12%
Finance charges	(158,019)	(21,680)	(55,146)	(55,200)	(54)	0%
Transfers and Grants	(73,469)	(930)	(7,031)	(4,985)	2,046	-41%
NET CASH FROM/(USED) OPERATING ACTIVITIES	1,720,244	(57,562)	293,360	434,373	141,013	32%
CASH FLOWS FROM INVESTING ACTIVITIES						
Receipts						
Proceeds on disposal of PPE	–				–	
Decrease (Increase) in non-current debtors	–				–	
Decrease (increase) other non-current receivables	(2,000)			(480)	480	-100%
Decrease (increase) in non-current investments	–				–	
Payments						
Capital assets	(1,459,151)	(125,669)	(420,242)	(282,362)	137,880	-49%
NET CASH FROM/(USED) INVESTING ACTIVITIES	(1,461,151)	(125,669)	(420,242)	(282,842)	137,400	-49%
CASH FLOWS FROM FINANCING ACTIVITIES						
Receipts						
Short term loans	–				–	
Borrowing long term/refinancing	–				–	
Increase (decrease) in consumer deposits	2,000			480	(480)	-100%
Payments						
Repayment of borrowing	(93,920)	(5,971)	(24,889)	(24,889)	–	
NET CASH FROM/(USED) FINANCING ACTIVITIES	(91,920)	(5,971)	(24,889)	(24,409)	480	-2%
NET INCREASE/ (DECREASE) IN CASH HELD	167,173	(189,202)	(151,771)	127,122		
Cash/cash equivalents at beginning:	1,358,756		1,599,119	1,358,756		
Cash/cash equivalents at month/year end:	1,525,929		1,447,347	1,485,878		

The significant variances are discussed below:

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.