







**MUNICIPALITIES MEETING CRITERIA FOR DETERMINING SERIOUS FINANCIAL PROBLEMS IN TERMS OF SECTION 138 & 140 OF THE MFMA - Q4 2019/20**

		MFMA s138 Triggers				0%	MFMA s140 Triggers based on Pro-Rata Adjusted Budget Q4 2019/20			0%	MFMA s140 Triggers Based on Full Year Adjusted Budget Q4 2019/20			0%	MFMA s140 Triggers (SEVERE) based on Pro-Rata Adjusted Budget Q4 2019/20			0%	MFMA s140 Triggers (SEVERE) Based on Full Year Adjusted Budget Q4 2019/20			0%	State of LG Finance & Fin Management Report				
		Number of Municipalities Meeting One or More Triggers Based on Adopted Budget	Failure to make payments as & when due (s138(a) (90 days >)	Operating Deficit > 5% of total direct revenue (s138(d))	Negative / Outstanding Audit (s138(e) & (f))	Negative Cash Position - Two consecutive years (s138(h))	s138 Trigger index (Meeting 1 or more Criteria)	Failure to make any other payment > 2% of operating expenditure (s140(2)(c))			s140 Trigger index (Meeting 1 or more Criteria)	Failure to make any other payment > 2% of operating expenditure (s140(2)(c))			s140 Trigger index (Meeting 1 or more Criteria)	Failure to make any other payment > 40% of operating expenditure (s140(2)(c))			Severe s140 Trigger index (Meeting 1 or more Criteria)	Failure to make any other payment > 40% of operating expenditure (s140(2)(c))			Severe s140 Trigger index (Meeting 1 or more Criteria)	Financial Distress	Financial Distress 2018 Trigger index		
LEGEND								214	83.3%	2018/19 Actual 2019/20 YTD		80.5%	ESKOM > 2% Opex	Water Boards > 2% Opex		Total creditors > 2% Opex	49.0%	ESKOM > 40% Opex		Water Boards > 40% Opex	Total creditors > 40% Opex	19.1%				ESKOM > 40% Opex	Water Boards > 40% Opex
Code	Name	No of	CAP	CAT	165	54	146	36	207	76	67	82	126	76	67	82	126	35	13	24	49	35	13	24	49	125	125
B	WC025 Breede Valley	-	H	B2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B	WC026 Langeberg	-	M	B3	NO REPORTING	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
C	DC2 Cape Winelands DM	-	M	C1	NO REPORTING	-	-	-	-	NO ELECT FUNCTIONI	-	-	NO REPORTING	-	-	-	NO REPORTING	-	-	-	ELECT FUNCTION	-	-	-	NO REPORTING	-	-
B	WC031 Theewaterskloof	2	M	B3	NO REPORTING	TRUE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B	WC032 Overstrand	-	H	B2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B	WC033 Cape Agulhas	-	L	B3	NO REPORTING	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B	WC034 Swellendam	-	L	B3	NO REPORTING	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
C	DC3 Overberg	1	M	C1	TRUE	-	-	-	-	NO ELECT FUNCTIONI	-	-	-	NO ELECT FUNCTIONI	-	-	-	-	-	-	ELECT FUNCTION	-	-	-	NO ELECT FUNCTIONI	-	-
B	WC041 Komarand	3	M	B3	TRUE	-	TRUE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B	WC042 Hesseoqa	1	M	B3	TRUE	-	-	-	-	-	-	-	-	TRUE	-	-	-	-	-	-	-	-	-	-	-	-	-
B	WC043 Mossel Bay	-	H	B2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B	WC044 George	-	H	B1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B	WC045 Oudtshoorn	1	M	B2	TRUE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B	WC047 Biko	1	M	B3	TRUE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B	WC048 Knysna	1	M	B2	-	-	TRUE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
C	DC4 Garden Route	-	M	C1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B	WC051 Laingsburg	2	M	B3	NO REPORTING	TRUE	TRUE	-	-	-	-	-	NO REPORTING	-	-	-	-	-	-	-	-	-	-	-	NO REPORTING	-	-
B	WC052 Prince Albert	-	M	B3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
B	WC053 Beaufort West	1	M	B3	TRUE	-	TRUE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
C	DC5 Central Karoo	1	M	C1	-	-	TRUE	-	-	NO ELECT FUNCTIONI	-	-	-	NO ELECT FUNCTIONI	-	-	-	-	-	-	ELECT FUNCTION	-	-	-	NO ELECT FUNCTIONI	-	-

Source  
NTLG Database  
Sect 41 Reports received from Eskom, Water Boards & DWS

Qualification  
Municipalities experience problems with accurate reporting on cash and cash equivalents