

MUNICIPALITIES MEETING CRITERIA FOR DETERMINING SERIOUS FINANCIAL PROBLEMS IN TERMS OF SECTION 138 & 140 OF THE MFMA - Q1 2020/21

		MFMA s138 Triggers					0%	MFMA s140 Triggers based on Pro-Rata Adjusted Budget Q1 2020/21			0%	MFMA s140 Triggers Based on Full Year Adjusted Budget Q1 2020/21			0%	MFMA s140 Triggers (SEVERE) based on Pro-Rata Adjusted Budget Q1 2020/21			0%	MFMA s140 Triggers (SEVERE) Based on Full Year Adjusted Budget Q1 2020/21			0%	State of LG Finance & Fin Management Report				
LEGEND		Number of Municipalities Meeting One or More Triggers Based on Adopted Budget	Failure to make payments as & when due (s138(a)) (90 days > R1m) Sept 2020	Operating Deficit > 5% of total direct revenue (s138(d)) Sept 2020	Negative / Outstanding Audit (s138(e) & (f)) FY 2018/19	Negative Cash Position - Two consecutive years (s138(h)) Sept 2020	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 2018	Financial Distress 2019			
No Triggers	1 Trigger							2 Triggers	3 & 4 Triggers	Sept 2020		Sept 2020	Sept 2020	Sept 2020		Sept 2020	Sept 2020	Sept 2020		Sept 2020	Sept 2020	Sept 2020				Sept 2020	Sept 2020	Sept 2020
		215	93.7%																									
					2019/20 Actual 2020/21 YTD	79.0%	ESKOM > 2% Opex	Water Boards > 2% Opex	Total creditors > 2% Opex	49.4%	ESKOM > 2% Opex	Water Boards > 2% Opex	Total creditors > 2% Opex	127	ESKOM > 40% Opex	Water Boards > 40% Opex	Total creditors > 40% Opex	81	ESKOM > 40% Opex	Water Boards > 40% Opex	Total creditors > 40% Opex	20.2%		63.4%				
Cat	Code	Name	No of	CAP	CAT	169	24	146	54	203	81	88	119	156	72	68	99	127	54	33	73	81	34	12	36	52	163	163