

MUNICIPALITIES MEETING CRITERIA FOR DETERMINING SERIOUS FINANCIAL PROBLEMS IN TERMS OF SECTION 138 & 140 OF THE MFMA - Q2 2020/21																																
MFMA s138 Triggers										0%			MFMA s140 Triggers based on Pro-Rata Adjusted Budget Q2 2020/21			0%			MFMA s140 Triggers Based on Full Year Adjusted Budget Q2 2020/21			0%			MFMA s140 Triggers (SEVERE) based on Pro-Rata Adjusted Budget Q2 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) Dec 2020	Operating Deficit > 5% of total direct revenue (s138(d)) Dec 2020	Negative / Outstanding Audit (s138(e) & (f)) FY 2018/19	Negative Cash Position - Two consecutive years (s138(i)) Dec 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 2019	Financial Distress 2019 Trigger Index							
No Triggers	1 Trigger							2 Triggers	3 & 4 Triggers	ESKOM > 2% Opex		Water Boards > 2% Opex	Total creditors > 2% Opex	ESKOM > 2% Opex		Water Boards > 2% Opex	Total creditors > 2% Opex	ESKOM > 40% Opex		Water Boards > 40% Opex	Total creditors > 40% Opex	ESKOM > 40% Opex				Water Boards > 40% Opex	Total creditors > 40% Opex					
222		86.4%	2019/20 Actual 2020/21 YTD				80.5%	75	78	105	134	72	66	95	122	50	19	56	71	38	13	38	53	163	163							
B	NW605	J B Marks	3	H	B1	TRUE	-	TRUE	-	TRUE	-	1	-	TRUE	-	-	-	-	-	-	-	-	-	TRUE	-							
C	DC40	Dr Kenneth Kaunda	1	M	C1	TRUE	-	TRUE	-	TRUE	-	1	-	TRUE	-	-	-	-	-	-	-	-	-	TRUE	-							
WESTERN CAPE																																
A	CPT	Cape Town	1	H	A	TRUE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-						
B	WC011	Matieland	3	M	B3	TRUE	-	-	-	TRUE	-	-	-	-	-	-	-	-	-	-	-	-	-	TRUE	-							
B	WC012	Cedersberg	3	L	B3	TRUE	-	-	-	TRUE	-	-	-	TRUE	-	-	-	-	-	-	-	-	-	TRUE	-							
B	WC013	Bergerville	1	M	B3	TRUE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-							
B	WC014	Saldanha Bay	-	H	B2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-							
B	WC015	Swartland	-	M	B3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-							
C	DC1	West Coast	1	M	C1	TRUE	-	-	-	TRUE	-	-	-	1	-	-	-	-	-	-	-	-	-	-	-							
B	WC022	Witzenberg	-	L	B3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-							
B	WC023	Bakovenstein	2	H	B1	-	TRUE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	TRUE	-							
B	WC024	Stellenbosch	-	H	B1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-							
B	WC025	Breedee Valley	1	H	B2	-	-	-	-	TRUE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-							
B	WC026	Langeberg	-	M	B3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-							
C	DC2	Cape Winelands DM	-	M	C1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-							
B	WC031	Theewaterskloof	1	M	B3	NO REPORTING	TRUE	-	-	NO REPORTING	-	-	-	NO REPORTING	-	NO REPORTING	-	NO REPORTING	-	NO REPORTING	-	NO REPORTING	-	-	-							
B	WC032	Overstrand	-	H	B2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-							
B	WC033	Cape Agulhas	-	L	B3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-							
B	WC034	Swellendam	-	L	B3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-							
C	DC3	Overberg	1	M	C1	TRUE	-	-	-	TRUE	-	-	-	1	-	-	-	-	-	-	-	-	-	-	-							
B	WC035	Abu-Habib	3	M	B3	TRUE	-	-	-	TRUE	-	-	-	1	-	-	-	-	-	-	-	-	-	TRUE	-							
B	WC042	Hessequa	1	M	B3	TRUE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-							
B	WC043	Mossel Bay	1	H	B2	TRUE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-							
B	WC044	George	-	H	B1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-							
B	WC045	Oudshoorn	1	M	B2	TRUE	-	-	-	TRUE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-							
B	WC047	Bitou	-	M	B3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-							
B	WC048	Krivieta	1	M	B2	-	-	-	-	TRUE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-							
C	DC4	Garden Route	-	M	C1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-							
B	WC051	Lalmalsburg	2	M	B3	NO REPORTING	-	-	-	TRUE	-	-	-	NO REPORTING	-	NO REPORTING	-	NO REPORTING	-	NO REPORTING	-	NO REPORTING	-	TRUE	-							
B	WC052	Prince Albert	-	M	B3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-							
B	WC053	Beaufort West	3	M	B3	TRUE	-	TRUE	-	TRUE	-	TRUE	-	1	-	TRUE	-	TRUE	-	1	-	-	-	TRUE	-							
C	DC5	Central Karoo	1	M	C1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	TRUE	-							

Source
 NT LG Database
 Sect 41 Reports received from Eskom, Water Boards & DWS
 Qualification
 Municipalities experience problems with accurate reporting on cash and cash equivalents as at 30 June 2020