

MUNICIPALITIES MEETING CRITERIA FOR DETERMINING SERIOUS FINANCIAL PROBLEMS IN TERMS OF SECTION 138 & 140 OF THE MFMA																																					
MFMA s138 Triggers Q2 2021/22								Q2			2021/22 DEC-21			MFMA s140 Triggers (SEVERE) based on Pro-Rate Adjusted Budget Q2 2021/22			MFMA s140 Triggers (SEVERE) Based on Full Year Adjusted Budget Q2 2021/22			State of LG Finance & Fin Management Report 2019/20																	
0%								0%			0%			0%			0%																				
LEGEND																																					
No Triggers		1 Trigger		2 Triggers		3 & 4 Triggers		Failure to make payments as & when due (\$138(a) (90 days >		Operating Deficit > 5% of total direct revenue (\$138(d))		Negative / Outstanding Audit (\$138(e) & (f))		Negative Cash Position - Two consecutive years (\$138(h))		s138 Trigger Index (Meeting 1 or more Criteria)		Failure to make any other payment > 2% of operating expenditure (\$140(2)(c)) Dec-21		s140 Trigger Index (Meeting 1 or more Criteria)		Failure to make any other payment > 2% of operating expenditure (\$140(2)(c)) Dec-21		s140 Trigger Index (Meeting 1 or more Criteria)		Failure to make any other payment > 40% of operating expenditure (\$140(2)(c)) Dec-21		Severe s140 Trigger Index (Meeting 1 or more Criteria)		Failure to make any other payment > 40% of operating expenditure (\$140(2)(c)) Dec-21		Severe s140 Trigger Index (Meeting 1 or more Criteria)		Financial Distress		Financial Distress Trigger Index	
224		87.2%		2019/20		2020/21 Actual		2021/22 YTD		80.9%		ESKOM > 2% Opex		Water Boards > 2% Opex		Total creditors > 2% Opex		50.6%		ESKOM > 40% Opex		Water Boards > 40% Opex		Total creditors > 40% Opex		76		41		23.0%		68.1%					
Cat	Code	Name	No of Triggers	CAP	CAT	177	32	141	49	208	76	79	118	143	73	71	108	130	54	21	64	76	41	11	50	89	175	175									
B	NW403	City Of Matielana	4	H	B1	TRUE	-	TRUE	TRUE	1	TRUE	-	TRUE	1	TRUE	-	TRUE	1	-	-	TRUE	1	-	-	TRUE	1	TRUE	1									
B	NW404	Maquassi Hills	3	M	B3	TRUE	-	TRUE	-	1	TRUE	TRUE	TRUE	1	TRUE	TRUE	TRUE	1	-	-	TRUE	1	-	-	TRUE	-	TRUE	1									
B	NW405	J.B Marks	3	H	B1	TRUE	-	TRUE	-	1	-	TRUE	-	1	-	TRUE	-	1	-	-	-	-	-	-	-	-	TRUE	1									
C	DC40	Dr Kenneth Kaunda	-	M	C1	-	-	-	-	-	NO ELECT FUNCTION	-	-	-	NO ELECT FUNCTION	-	-	-	-	ELECT FUNCTION	-	-	-	NO ELECT FUNCTION	-	-	-	-	-								
WESTERN CAPE																																					
A	CA1	Cape Town	1	H	A	TRUE	-	-	-	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-							
B	WC011	Maitland	3	M	B3	TRUE	-	TRUE	TRUE	1	TRUE	-	TRUE	1	TRUE	-	TRUE	1	-	-	-	-	-	-	-	-	TRUE	1									
B	WC012	Cederberg	3	L	B3	TRUE	-	-	-	1	TRUE	-	-	1	TRUE	-	-	-	-	-	-	-	-	-	-	-	TRUE	1									
B	WC013	Bergvliet	1	M	B3	TRUE	-	-	TRUE	1	-	-	NO REPORTING	-	-	NO REPORTING	-	-	-	-	-	-	-	-	NO REPORTING	-	-	-	-	-							
B	WC014	Saldanha Bay	-	H	B2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	NO REPORTING	-	-	NO REPORTING	-	-	NO REPORTING	-	-	-	-						
B	WC015	Swartland	-	M	B3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-						
C	DC1	West Coast	1	M	C1	TRUE	-	TRUE	-	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-						
B	WC022	Witzenberg	1	L	B3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-						
B	WC023	Drakenstein	1	H	B1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	TRUE	1									
B	WC024	Stellenbosch	2	H	B1	-	-	TRUE	-	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	TRUE	1									
B	WC025	Breede Valley	1	H	B2	-	-	-	TRUE	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-						
B	WC026	Langeberg	-	M	B3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-					
C	DC2	Cape Winelands DM	-	M	C1	NO REPORTING	-	-	-	-	NO ELECT FUNCTION	-	NO REPORTING	-	NO ELECT FUNCTION	-	NO REPORTING	-	-	ELECT FUNCTION	-	NO REPORTING	-	NO ELECT FUNCTION	-	NO REPORTING	-	TRUE	1								
B	WC031	Theewaterskloof	-	M	B3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-					
B	WC032	Oversstrand	-	H	B2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-					
B	WC033	Cape Agulhas	1	L	B3	NO REPORTING	-	-	-	1	NO REPORTING	-	NO REPORTING	-	NO REPORTING	-	NO REPORTING	-	-	NO REPORTING	-	NO REPORTING	-	NO REPORTING	-	NO REPORTING	-	-	-	-	-	-	-				
B	WC034	Swellendam	-	L	B3	-	-	-	TRUE	-	-	-	-	-	-	-	-	-	-	-	NO REPORTING	-	-	NO REPORTING	-	-	NO REPORTING	-	-	-	-	-	-				
C	DC3	Overberg	2	M	C1	TRUE	-	TRUE	-	1	NO ELECT FUNCTION	-	TRUE	1	NO ELECT FUNCTION	-	TRUE	1	-	ELECT FUNCTION	-	-	NO ELECT FUNCTION	-	-	-	TRUE	1									
B	WC041	Kannaland	2	M	B3	TRUE	TRUE	TRUE	-	1	TRUE	-	TRUE	1	TRUE	-	TRUE	1	-	-	-	-	TRUE	-	-	-	-	-	-	-	-	-					
B	WC042	Hessequa	1	M	B3	TRUE	-	TRUE	-	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-					
B	WC043	Mossel Bay	-	H	B2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-				
B	WC044	George	-	H	B1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-				
B	WC045	Oudshoorn	1	M	B2	-	-	-	-	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-				
B	WC047	Biloua	2	M	B3	TRUE	-	-	-	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-					
B	WC048	Krystna	1	M	B2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	TRUE	1									
C	DC4	Garden Route	-	M	C1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	TRUE	1									
B	WC051	Lamingsburg	2	M	B3	NO REPORTING	-	TRUE	TRUE	1	-	-	NO REPORTING	-	-	NO REPORTING	-	-	-	-	NO REPORTING	-	-	NO REPORTING	-	NO REPORTING	-	TRUE	1								
B	WC052	Prince Albert	-	M	B3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-				
B	WC053	Beaufort West	3	M	B3	TRUE	-	TRUE	-	1	TRUE	TRUE	TRUE	1	TRUE	TRUE	TRUE	1	-	-	TRUE	1	-	-	TRUE	-	TRUE	1									
C	DC5	Central Karoo	2	M	C1	TRUE	TRUE	-	-	1	NO ELECT FUNCTION	-	TRUE	1	NO ELECT FUNCTION	-	TRUE	1	-	ELECT FUNCTION	-	-	NO ELECT FUNCTION	-	-	-	-	TRUE	1								

Source
 N7 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