







MUNICIPALITIES MEETING CRITERIA FOR DETERMINING SERIOUS FINANCIAL PROBLEMS IN TERMS OF SECTION 138 & 140 OF THE MFMA																																											
MFMA s138 Triggers Q3 2023/24				0%				MFMA s140 Triggers based on Pro-Rata Adopted Budget Q3 2023/24				0%				2023/24 MARCH-24 MFMA s140 Triggers Based on Full Year Adopted Budget Q3 2023/24				0%				MFMA s140 Triggers (SEVERE) based on Pro-Rata Adopted Budget Q3 2023/24				0%				MFMA s140 Triggers (SEVERE) Based on Full Year Adopted Budget Q3 2023/24				0%				State of LG Finance & Fin Management Report 2022/23			
LEGEND		Number of Municipalities Meeting One or More Triggers Based on Adopted Budget		Failure to make payments as & > 5% of total 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)(a))		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)(g))		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 Trigger Index											
		217 84.4%		2021/22 2022/23 Actual 2023/24 YTD		77.0%		ESKOM > 2% Opex Water Boards > 2% Opex Total creditors > 2% Opex		137		ESKOM > 2% Opex Water Boards > 2% Opex Total creditors > 2% Opex		51.4%		ESKOM > 40% Opex Water Boards > 40% Opex Total creditors > 40% Opex		71		ESKOM > 40% Opex Water Boards > 40% Opex Total creditors > 40% opex		25.7%		60		166		166															
Code	Name	No of Triggers	GAP	CAT	173	34	115	21	198	80	80	110	137	80	76	105	132	57	20	58	71	52	18	55	60	166	166																
C	D04 Garden Route	-	M	C1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-													
B	WC065 Laingsburg	2	M	B3	-	-	TRUE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	TRUE												
B	WC092 Prince Albert	-	M	B3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-												
B	WC063 Seaford West	3	M	B3	TRUE	-	TRUE	-	-	TRUE	TRUE	TRUE	1	TRUE	TRUE	TRUE	1	-	-	-	-	-	-	-	-	-	-	-	-	-	TRUE												
C	D05 Central Karoo	2	M	C1	-	TRUE	-	-	-	0 ELECT FUNCTION	-	-	-	0 ELECT FUNCTION	-	-	-	0 ELECT FUNCTION	-	-	-	0 ELECT FUNCTION	-	-	-	-	-	-	-	-	TRUE												

Source: NT LG Database  
Sect 41 Reports received from Eskom, Water Boards & DWS