

| MUNICIPALITIES MEETING CRITERIA FOR DETERMINING SERIOUS FINANCIAL PROBLEMS IN TERMS OF SECTION 138 & 140 OF THE MFMA | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
|--|---------------------|---|-----|---|--------------|--|-----|---|-----|--|------|---|------------------------|---|---------------------------|---|---|-------------------|---|------------------------|----|---|-------------------|--|----|-----|--|----|--|---|-------|---|-------|--------------------|---|----------------------------------|--|--|--|---|--|--|--|
| MFMA s138 Triggers Q4 2023/24 | | | | 0% | | | | MFMA s140 Triggers based on Pro-Rata Adjusted Budget Q4 2023/24 | | | | 0% | | | | 2023/24 JUN-24 MFMA s140 Triggers Based on Full Year Adjusted Budget Q4 2023/24 | | | | 0% | | | | MFMA s140 Triggers (SEVERE) based on Pro-Rata Adjusted Budget Q4 2023/24 | | | | 0% | | | | MFMA s140 Triggers (SEVERE) Based on Full Year Adjusted Budget Q4 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 & > 2% of total when due (s138(a) (90 days >) | | Operating Deficit > 2% 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)) Jun-24 | | | s140 Trigger Index (Meeting 1 or more Criteria) | | Failure to make any other payment > 2% of operating expenditure (s140(2)(c)) Jun-24 | | | s140 Trigger Index (Meeting 1 or more Criteria) | | Failure to make any other payment > 40% of operating expenditure (s140(2)(c)) Jun-24 | | | Severe s140 Trigger Index (Meeting 1 or more Criteria) | | Failure to make any other payment > 40% of operating expenditure (s140(2)(c)) Jun-24 | | | Severe s140 Trigger Index (Meeting 1 or more Criteria) | | Financial Distress | | Financial Distress Trigger Index | | | | | | | |
| | | 216 84.0% | | 2021/22 | | 2022/23 Actual | | 80.9% | | 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 | | 25.7% | | 49.8% | | | | | | | | | | |
| Code | Name | No of Triggers | GAP | CAT | 164 | 86 | 115 | 28 | 208 | 84 | 72 | 97 | 127 | 85 | 72 | 97 | 129 | 83 | 16 | 82 | 64 | 84 | 19 | 82 | 60 | 128 | 128 | | | | | | | | | | | | | | | | |
| C | D04 Garden Route | 1 | M | C1 | TRUE | TRUE | - | - | -1 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | | | | | | | | |
| B | WC085 Laingsburg | 2 | M | B3 | - | - | - | - | -1 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | | | | | | | | |
| B | WC082 Prince Albert | 2 | M | B3 | NO REPORTING | - | - | - | - | - | - | NO REPORTING | - | - | - | NO REPORTING | - | - | - | NO REPORTING | - | - | - | NO REPORTING | - | - | - | - | - | - | - | - | - | - | - | - | | | | | | | |
| B | WC063 Beaufort West | 3 | M | B3 | TRUE | TRUE | - | - | -1 | TRUE | TRUE | TRUE | 1 | TRUE | TRUE | TRUE | 1 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | | | | | | | |
| C | DCS Central Karoo | 1 | M | C1 | - | TRUE | - | - | -1 | NO ELECT FUNCTION | - | - | - | NO ELECT FUNCTION | - | - | - | NO ELECT FUNCTION | - | - | - | - | NO ELECT FUNCTION | - | - | - | - | - | - | - | - | - | - | - | - | - | | | | | | | |

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