

MUNICIPALITIES MEETING CRITERIA FOR DETERMINING SERIOUS FINANCIAL PROBLEMS IN TERMS OF SECTION 138 & 140 OF THE MFMA																																																				
MFMA s138 Triggers Q2 2025/26										0%			MFMA s140 Triggers based on Pro-Rata Adjusted Budget Q2 2025/26			0%			MFMA s140 Triggers Based on Full Year Adjusted Budget Q2 2025/26			0%		SoLGF 2023/24																												
LEGEND										Number of Municipalities Meeting One or More Triggers Based on Adopted Budget			Failure to make payments as & 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			s138 Trigger index (Meeting 1 or more Criteria)			Failure to make any other payment > 2% of operating expenditure (s140(2)(c)) Dec-25			s140 trigger index			s140 Trigger index (Meeting 1 or more Criteria)			Failure to make any other payment > 2% of operating expenditure (s140(2)(c)) Dec-25			s140 trigger index			s140 Trigger index (Meeting 1 or more Criteria)			Financial Distress		Financial Distress Trigger Index	
3 & 4 Triggers										210			81.7%												75.5%			61.5%			56.8%			162		162																
Code	Name	No of Triggers	CAP	CAT	174	25	117	2023/24	2024/25 Actual	2025/26 YTD	194	194	ESKOM > 2% Opex	Water Boards > 2% Opex	Total creditors > 2% Opex	158	158	ESKOM > 2% Opex	Water Boards > 2% Opex	Total creditors > 2% Opex	146	146	146	162	162																											
B	FS201	Moghaka	3	H	B2	TRUE	-	TRUE	TRUE	75%	1	TRUE	TRUE	TRUE	100%	1	TRUE	-	TRUE	TRUE	67%	1	TRUE	1	TRUE	1																										
B	FS203	Ngwathe	3	M	B3	TRUE	TRUE	TRUE	TRUE	100%	1	TRUE	TRUE	TRUE	100%	1	TRUE	TRUE	TRUE	TRUE	100%	1	TRUE	1	TRUE	1																										
B	FS204	Metsimaholo	3	H	B2	TRUE	-	TRUE	-	50%	1	-	TRUE	TRUE	67%	1	-	TRUE	TRUE	TRUE	67%	1	TRUE	1	TRUE	1																										
B	FS205	Mafube	3	M	B3	TRUE	-	TRUE	TRUE	75%	1	TRUE	TRUE	TRUE	100%	1	TRUE	TRUE	TRUE	TRUE	100%	1	TRUE	1	TRUE	1																										
C	DC20	Fazile Dabi	1	L	C1	-	-	TRUE	-	25%	1	NO ELECT FUNCTION	-	-	0%	-	NO ELECT FUNCTION	-	-	-	0%	-	-	-	-	-																										
GAUTENG																																																				
A	EKU	City of Ekurhuleni	3	H	A	TRUE	-	-	TRUE	50%	1	TRUE	-	-	33%	1	TRUE	-	-	-	33%	1	TRUE	1	TRUE	1																										
A	JHB	City of Johannesburg	3	H	A	TRUE	-	-	-	25%	1	TRUE	-	TRUE	67%	1	TRUE	-	TRUE	TRUE	67%	1	TRUE	1	TRUE	1																										
A	TSH	City of Tshwane	3	H	A	TRUE	-	TRUE	-	50%	1	TRUE	-	TRUE	67%	1	TRUE	-	TRUE	TRUE	67%	1	TRUE	1	TRUE	1																										
B	GT421	Emfuleni	3	H	B1	TRUE	-	TRUE	-	50%	1	TRUE	TRUE	TRUE	100%	1	TRUE	TRUE	TRUE	TRUE	100%	1	TRUE	1	TRUE	1																										
B	GT422	Midvaal	-	M	B2	-	-	-	-	0%	-	-	-	-	0%	-	-	-	-	-	0%	-	-	-	-	-																										
B	GT423	Lesedi	3	M	B3	TRUE	-	-	-	25%	1	TRUE	TRUE	TRUE	100%	1	TRUE	TRUE	TRUE	TRUE	100%	1	TRUE	1	TRUE	1																										
C	DC42	Sedibeng	3	M	C1	TRUE	-	-	-	25%	1	-	-	TRUE	33%	1	-	-	TRUE	TRUE	33%	1	TRUE	1	TRUE	1																										
B	GT481	Mogale City	3	H	B1	TRUE	-	-	-	25%	1	TRUE	-	-	33%	1	TRUE	-	-	-	33%	1	TRUE	1	TRUE	1																										
B	GT484	Merapong City	3	H	B2	TRUE	-	TRUE	-	50%	1	TRUE	TRUE	TRUE	100%	1	TRUE	TRUE	TRUE	TRUE	100%	1	TRUE	1	TRUE	1																										
B	GT485	Rand West City	3	H	B2	TRUE	-	-	-	25%	1	TRUE	TRUE	TRUE	100%	1	TRUE	TRUE	TRUE	TRUE	100%	1	TRUE	1	TRUE	1																										
C	DC48	West Rand	3	M	C1	TRUE	-	-	-	25%	1	NO ELECT FUNCTION	-	TRUE	33%	1	NO ELECT FUNCTION	-	TRUE	TRUE	33%	1	TRUE	1	TRUE	1																										
KWA-ZULU NATAL																																																				
0																																																				
A	ETH	eThekweni	2	H	A	TRUE	-	-	-	25%	1	-	-	-	0%	-	-	-	-	-	0%	-	-	TRUE	1	TRUE	1																									
B	KZN212	Umdoni	1	M	B2	NO REPORTING	-	TRUE	-	25%	1	-	-	NO REPORTING	0%	-	-	-	NO REPORTING	0%	-	-	-	-	-	-																										
B	KZN213	Umzumbe	2	L	B4	TRUE	-	TRUE	-	50%	1	-	-	TRUE	33%	1	-	-	TRUE	33%	1	TRUE	1	TRUE	1																											
B	KZN214	uMuziwabantu	-	L	B3	-	-	-	-	0%	-	-	-	-	0%	-	-	-	-	-	0%	-	-	-	-	-																										
B	KZN216	Ray Nkonyeni	1	H	B2	-	-	-	-	0%	-	-	-	-	0%	-	-	-	-	-	0%	-	-	TRUE	1	TRUE	1																									
C	DC21	Ugu	3	H	C2	TRUE	-	-	-	25%	1	-	TRUE	TRUE	67%	1	-	TRUE	TRUE	TRUE	67%	1	TRUE	1	TRUE	1																										
B	KZN221	uMshwathi	-	L	B4	NO REPORTING	-	-	-	0%	-	-	-	NO REPORTING	0%	-	-	-	NO REPORTING	0%	-	-	-	-	-	-																										
B	KZN222	uMngeni	2	M	B2	TRUE	-	-	-	25%	1	-	-	-	0%	-	-	-	-	-	0%	-	-	TRUE	1	TRUE	1																									
B	KZN223	Mpofana	3	L	B3	TRUE	TRUE	-	-	50%	1	TRUE	-	TRUE	67%	1	TRUE	-	TRUE	TRUE	67%	1	TRUE	1	TRUE	1																										
B	KZN224	Impendle	1	L	B4	-	-	-	-	0%	-	-	-	TRUE	33%	1	-	-	-	-	0%	-	-	TRUE	1	TRUE	1																									
B	KZN225	Maunduzi	3	H	B1	TRUE	-	TRUE	-	50%	1	TRUE	TRUE	TRUE	100%	1	TRUE	TRUE	TRUE	TRUE	100%	1	TRUE	1	TRUE	1																										
B	KZN226	Mkhambathini	-	M	B3	-	-	-	-	0%	-	-	-	-	0%	-	-	-	-	-	0%	-	-	-	-	-																										
B	KZN227	Richmond	-	L	B4	NO REPORTING	-	-	-	0%	-	-	-	NO REPORTING	0%	-	-	-	NO REPORTING	0%	-	-	-	-	-	-																										
C	DC22	uMgungundlovu	-	M	C2	-	-	-	-	0%	-	-	-	-	0%	-	-	-	-	-	0%	-	-	-	-	-																										
B	KZN235	Okhahlamba	1	L	B4	NO REPORTING	-	-	-	0%	-	-	-	NO REPORTING	0%	-	-	-	NO REPORTING	0%	-	-	-	TRUE	1	TRUE	1																									
B	KZN237	Inkosi Langalibalele	1	M	B3	TRUE	-	TRUE	-	50%	1	-	TRUE	-	33%	1	-	TRUE	-	-	0%	-	-	-	-	-																										
B	KZN238	Alfred Duma	1	H	B2	-	-	-	-	0%	-	-	-	-	0%	-	-	-	-	-	0%	-	-	TRUE	1	TRUE	1																									
C	DC23	Uthukela	3	M	C2	TRUE	-	TRUE	-	50%	1	-	TRUE	TRUE	67%	1	-	TRUE	TRUE	TRUE	67%	1	TRUE	1	TRUE	1																										
B	KZN241	Endumeni	3	M	B3	TRUE	TRUE	TRUE	-	75%	1	TRUE	-	TRUE	67%	1	TRUE	-	TRUE	TRUE	67%	1	TRUE	1	TRUE	1																										
B	KZN242	Nquthu	1	L	B4	-	-	-	-	0%	-	-	-	-	0%	-	-	-	-	-	0%	-	-	TRUE	1	TRUE	1																									
B	KZN244	Msinga	1	L	B4	-	-	-	-	0%	-	-	-	-	0%	-	-	-	-	-	0%	-	-	TRUE	1	TRUE	1																									
B	KZN245	Umvoti	1	M	B3	-	-	-	-	0%	-	-	-	-	0%	-	-	-	-	-	0%	-	-	TRUE	1	TRUE	1																									
C	DC24	Umzinyathi	3	L	C2	TRUE	-	TRUE	-	50%	1	-	TRUE	TRUE	67%	1	-	TRUE	TRUE	TRUE	67%	1	TRUE	1	TRUE	1																										
B	KZN252	Newcastle	3	H	B1	TRUE	-	-	-	25%	1	TRUE	-	TRUE	67%	1	TRUE	-	TRUE	TRUE	67%	1	TRUE	1	TRUE	1																										
B	KZN253	Emadlangeni	3	L	B3	TRUE	-	-	-	25%	1	TRUE	-	TRUE	67%	1	TRUE	-	TRUE	TRUE	67%	1	TRUE	1	TRUE	1																										
B	KZN254	Dannhauser	3	L	B4	TRUE	-	-	-	25%	1	-	-	TRUE	33%	1	-	-	TRUE	TRUE	33%	1	TRUE	1	TRUE	1																										
C	DC25	Amajuba	3	L	C2	TRUE	-	TRUE	-	50%	1	-	TRUE	TRUE	33%	1	-	TRUE	TRUE	TRUE	33%	1	TRUE	1	TRUE	1																										
B	KZN261	eDumbe	3	L	B3	TRUE	-	-	-	25%	1	-	-	TRUE	33%	1	-	-	TRUE	TRUE	33%	1	TRUE	1	TRUE	1																										
B	KZN262	uPhongolo	2	L	B4	TRUE	-	TRUE	-	50%	1	-	-	TRUE	33%	1	-	-	-	-	0%	-	-	TRUE	1	TRUE	1																									
B	KZN263	Abaqulusi	3	L	B3	TRUE	-	-	-	25%	1	TRUE	TRUE	TRUE	100%	1	TRUE	TRUE	TRUE	TRUE	100%	1	TRUE	1	TRUE	1																										
B	KZN265	Nongoma	3	L	B4	TRUE	-	TRUE	-	50%	1	-	TRUE	TRUE	33%	1	-	TRUE	TRUE	TRUE	33%	1	TRUE	1	TRUE	1																										
B	KZN266	Ulundi	3	L	B4	TRUE	-	-	-	25%	1	TRUE	-	TRUE	67%	1	TRUE	-	TRUE	TRUE	67%	1	TRUE	1	TRUE	1																										
C	DC26	Zululand	3	M	C2	TRUE	-	-	-	25%	1	-	TRUE	TRUE	67%	1	-	TRUE	TRUE	TRUE	67%	1	TRUE	1	TRUE	1																										
B	KZN271	Umhlabuyalingana	-	M	B4	-	-	-	-	0%	-	-	-	-	0%	-	-	-	-	-	0%	-	-	-	-	-																										
B	KZN272	Jozini	3	L	B4	TRUE	-	-	-	25%	1	-	-	TRUE	33%	1	-	-	TRUE	TRUE	33%	1	TRUE	1	TRUE	1																										
B	KZN275	Mtubatuba	3	L	B3	TRUE	-	TRUE	-	50%	1	-	-	TRUE	33%	1	-	-	TRUE	TRUE	33%	1	TRUE	1	TRUE	1																										
B	KZN276	Hiabisa Big Five	-	L	B3	-	-	-	-	0%	-	-	-	-	0%	-	-	-	-	-	0%	-	-	-	-	-																										
C	DC27	Umkhanyakude	2	M	C2	TRUE	-	TRUE	-	50%	1	-	TRUE	TRUE	67%	1	-	TRUE	TRUE	TRUE	67%	1	TRUE	1	TRUE	1																										
B	KZN281	Mfolozi	-	M	B4	-	-	-	-	0%	-	-	-	-	0%	-	-	-	-	-	0%	-	-	-	-	-																										
B	KZN282	uMhlatuze	2	H	B1	TRUE	-	-	-	25%	1	-	TRUE	-	33%	1	-	TRUE	-	-	33%	1	TRUE	1	TRUE	1																										
B	KZN284	uMlalazi	1	L	B4	-	-	-	-	0%	-	-	-	-	0%	-	-	-	-	-	0%	-	-	TRUE	1	TRUE	1																									

MUNICIPALITIES MEETING CRITERIA FOR DETERMINING SERIOUS FINANCIAL PROBLEMS IN TERMS OF SECTION 138 & 140 OF THE MFMA																									
MFMA s138 Triggers Q2 2025/26										0%			MFMA s140 Triggers based on Pro-Rata Adjusted Budget Q2 2025/26			0%			MFMA s140 Triggers Based on Full Year Adjusted Budget Q2 2025/26			0%		SoLGF 2023/24	
LEGEND										0%			0%			0%			0%						
No Triggers										0%			0%			0%			0%						
1 Trigger										0%			0%			0%			0%						
2 Triggers										0%			0%			0%			0%						
3 & 4 Triggers										0%			0%			0%			0%						
Number of Municipalities Meeting One or More Triggers Based on Adopted Budget										0%			0%			0%			0%						
210 81.7%										0%			0%			0%			0%						
Failure to make payments as & when due (s138(a)) (90 days >)										0%			0%			0%			0%						
Operating Deficit > 5% of total direct revenue (s138(d))										0%			0%			0%			0%						
Negative / Outstanding Audit (s138(e) & (f))										0%			0%			0%			0%						
Negative Cash Position - Two consecutive years (s138(h))										0%			0%			0%			0%						
s138 trigger index										0%			0%			0%			0%						
(Meeting 1 or more Criteria)										0%			0%			0%			0%						
75.5%										0%			0%			0%			0%						
Failure to make any other payment > 2% of operating expenditure (s140(2)(c)) Dec-25										0%			0%			0%			0%						
s140 trigger index										0%			0%			0%			0%						
(Meeting 1 or more Criteria)										0%			0%			0%			0%						
61.5%										0%			0%			0%			0%						
Failure to make any other payment > 2% of operating expenditure (s140(2)(c)) Dec-25										0%			0%			0%			0%						
s140 trigger index										0%			0%			0%			0%						
(Meeting 1 or more Criteria)										0%			0%			0%			0%						
56.8%										0%			0%			0%			0%						
Financial Distress										0%			0%			0%			0%						
Financial Distress Trigger Index										0%			0%			0%			0%						
63.0%										0%			0%			0%			0%						
2023/24										0%			0%			0%			0%						
2024/25 Actual										0%			0%			0%			0%						
2025/26 YTD										0%			0%			0%			0%						
194										0%			0%			0%			0%						
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