

CAPE AGULHAS MUNICIPALITY

TENDER: RAISING OF EXTERNAL LOANS (SCM32/2020/21; 2021/22; 2022/23)

Notice is hereby given in terms of Section 46 of the MFMA (Act no. 56 of 2003) and Section 21 A of the Municipal Systems Act (Act no. 32 of 2000) of the municipality's intention to raise loans over the medium budget period to the total value of **R34 200 000** to finance Capital Expenditure Projects as per Council's budget approval dated 29 May 2020.

Following the detail of the long-term debt to be considered by council and the source of funding which will be used to repay the loan or loans per specified item:

<i>Purpose of Borrowing</i>	<i>Type of Instrument</i>	<i>Source of loan fund</i>	<i>Repayment period</i>	<i>Total amount</i>	<i>Estimated Borrowing Cost</i>
Motor Vehicle Fleet	External Loan – Annuity Method	Term Loan: Asset Financing	Option 1: 3 Years Option 2: 5 Years	R4,800,000	Total estimated borrowing cost over maximum of five years
New and Upgrade Infrastructure Services	External Loan – Annuity Method	Term Loan: Infrastructure	Option 1: 5 Years Option 2: 10 Years	R2,318,000	Total estimated borrowing cost over maximum of five and / or ten years
New and Upgrade Infrastructure Services	External Loan – Annuity Method	Term Loan: Infrastructure	Option 1: 10 Years Option 2: 15 Years	R27,082,000	Total estimated borrowing cost over maximum of ten and / or fifteen years
Total Long-term Application:				R34,200,000	

Tender documents can be obtained from **Ms. G Koopman** at telephone number 028-425 5500 during office hours or email at geraldinek@capeagulhas.gov.za. **A Tender participation fee of R250** is payable for each set of documents issued

Technical enquiries may be directed to **Mr H Van Biljon** at email hannesv@capeagulhas.gov.za.

Sealed tenders marked "**Tender Nr: SCM32/2020/21 RAISING OF EXTERNAL LOANS**", must be placed in the tender box at the Municipal Offices, 1 Dirkie Uys Street, Bredasdorp or posted to reach the Municipal Manager, Cape Agulhas Municipality, PO Box 51, Bredasdorp, 7280 not later than **12:00 on Friday, 23 April 2021** after which it will be opened in public. Tenders may only be submitted on the prescribed official document.

The 80/20 preferential procurement system, as stated in the Cape Agulhas Municipal Procurement Policy, will be used when considering tenders.

A Tax Compliance status pin as issued by the South African Revenue Service, must be submitted together with the tender.

Council reserves the right not to accept the lowest or any tender. No faxes or e-mails will be accepted.

**EO PHILLIPS
MUNICIPAL MANAGER
PO BOX 51
BREDASDORP
7280**

2021-03-19