

CAPE AGULHAS MUNICIPALITY

TENDER: RAISING OF EXTERNAL LOANS

Notice is hereby given 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 626 050** to finance Capital Expenditure Projects as per Council's budget approval dated 26 May 2021.

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: 5 Years	R8,542,000	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	R4,091,000	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	R21,992,850	Total estimated borrowing cost over maximum of ten and / or fifteen years
Total Long-term Application:				R34,626,050	

Tender documents are available from **Me G Koopman** at telephone number 028-425 5500 during office hours or email at geraldinek@capeagulhas.gov.za. The document can also be downloaded from the municipal website: www.capeagulhas.gov.za free of charge. **A non-refundable deposit of R150** is payable for each set of documents issued (hard copies).

Technical enquiries may be directed to **Mr S Stanley** at telephone number 028 425 5500 or email at shauns@capeagulhas.gov.za.

Sealed tenders marked "**Tender Nr: SCM52/2021/22 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, 01 April 2022** 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**

2022-02-25