

INFORMATION STATEMENT: INTENTION TO INCUR OF LONG-TERM DEBT

The Witzenberg Municipality intends taking up an external loan amounting to R3,5 million to fund certain capital projects in the 2018/2019 Capital Budget. The proposed debt will be considered by the Witzenberg Municipal Council at its meeting to be held on the 12 December 2018.

Particulars of the proposed debt are as follow:

Amount of Debt to be incurred: R 3 500 000

Purpose for which the debt is to be incurred	Amount
Vehicle Replacement Programme	R 3 500 000

Security to be provided: None

Repayment Terms are as follow:

Description	Term of Loan	Amount of Loan Required	Fixed Lending Rate charged by Bidder
Acquisition of Capital Assets	3 years	R 3 500 000	9.75% (All in Rate NACS)

Loan Amortization Table

BI-ANNUAL DATE	CAPITAL	INTEREST	PAYMENT (EQUAL INSTALLMENTS)	BALANCE
Half year Payment 1	3 500 000	85 079	671 145	2 913 934
Half year Payment 2	2 913 934	144 000	671 145	2 386 789
Half year Payment 3	2 386 789	116 037	671 145	1 831 681
Half year Payment 4	1 831 681	89 539	671 145	1 250 074
Half year Payment 5	1 250 074	60 774	671 145	639 703
Half year Payment 6	639 703	31 442	671 145	0
Total		R 526 871	R 4 026 871	

Detailed particulars of the proposed debt can be obtained from Mr. William Mars of the Witzenberg Municipal Budget Office, Voortrekker Street, Ceres. (Tel number: 023-312 1761 or email address: william@witzenberg.gov.za)

The public is invited to submit written comments or representations on the proposed debt to the Director: Finance, P.O Box 44, and Ceres 6835 on or before Friday, 30 November 2018.

David Nasson
Municipal Manager