

LOAN REPAYMENT LEVEL

Objective

To provide Council with a set of guidelines to appropriate levels of loan repayments.

Scope

This policy applies to Council finances.

Policy

1. that the Debt Service Ratio for Gilgandra Shire Council as a whole not exceed 5%; and
2. that the Debt Service Ratio for Gilgandra Shire Council General Fund not exceed 5%; and
3. that the repayments for any proposed borrowings be included in the budget for the year that it is proposed even if the repayments will not commence until the following year; and
4. that Council's Long Term Financial Plan include consideration for points (1) to (3) above; and
5. that no loans are approved without them being included in Council's Long Term Financial Plan; and
6. that borrowings that are not included in Council's Long Term Financial Plan be considered if points (1) to (4) above have been addressed satisfactorily.

Relevant Legislation

Local Government Act 1993

Associated Documents

Nil

Responsible Officer:	Director Corporate Services		
Date Adopted:	19/5/11 20/3/18	Resolution No:	182/11 48/18
Version:	2	Review Date:	February (annually)