



## (F14) LOAN BORROWINGS

### POLICY STATEMENT

#### Debt Servicing Ratio

Council believes that its level of debt should be kept at a manageable level.

Council's level of Net Debt Servicing Ratio shall not exceed 8% of its net Available Operating Revenue.

#### Self-Supporting Loans

Council is prepared to undertake loan borrowings for community projects on behalf of various groups which may wish to proceed with specific capital works, conditional upon the group supplying Council with a written undertaking that it will make the repayments to the Shire, and to supply Council with a written personal undertaking by specific guarantors. A Profit and Loss statement, and a Statement of Financial Position for the past three years is to be provided to the CEO at the time of the lodgement of an application for a self-supporting loan.

Policy Details			
<b>Original Adoption date:</b>	31 May 2001	<b>Review Frequency (Annual/Bi-ennial):</b>	Bi-ennial
		<b>Next Review Due:</b>	February 2025
<b>Policy Implementing Officer or Team:</b>	Director Corporate Services	<b>Policy Reviewer:</b>	Chief Executive Officer
<b>Legislative Head of Power (Act, Regulation, or Local Law):</b>			
<b>Related Documents (other Policies, Operational Procedures, Delegations, etc.):</b>	Delegation 1.2.10 Financial Management System and Procedures		
Version Control Council Meeting Review Details:			
<b>Review #:</b>	<b>Council Meeting Date:</b>	<b>Item/Resolution#:</b>	
1.	28 August 2003		
2.	24 June 2021	Item 11.2 Res. 57/21	
3.	30 March 2023	Item 10.1 Res. 15/23	