



STATUTORY POLICY
MOUNT ISA CITY COUNCIL
2017/2018 Financial Year – Debt Policy

RESOLUTION NO. VERSION 1

APPLIES TO STATUTORY POLICIES ONLY

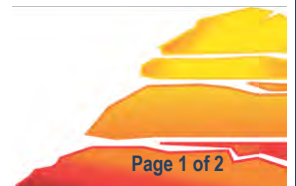
This is an official copy of the **2017/2018 Financial Year - Debt Policy**, made in accordance with the provisions of *Local Government Act and Regulations, Public Records Act, Mount Isa City Council's Local Laws, Subordinate Local Laws and current Council Policies.*

Statutory Policies comply with a legislative requirement; the **2017/2018 Financial Year - Debt Policy** is approved by the Mount Isa City Council for the operations and procedures of Council. Note that Financial Year Policies are reviewed annually.

.....
 Michael Kitzelmann

Chief Executive Officer

DOCUMENT VERSION CONTROL					
I/R	766410	FILE	1208 Policy Register	POLICY TYPE	Statutory (Council)
VERSION	DATE	RESOLUTION NO.	DETAILS		
V1	26.07.2017		Responsible Officer Manager Corporate & Financial Services Description Annual Policy Renewal – New Financial Year		
			COMMENCEMENT	01.07.2017	
			EXPIRY	30.06.2018	





STATUTORY POLICY
MOUNT ISA CITY COUNCIL
2017/2018 Financial Year – Debt Policy

RESOLUTION NO. VERSION 1

Policy Statement

Commencement

The Mount Isa City Council Debt Policy will take effect following the adoption of Council's Budget at the Special Budget Meeting on 26 July 2017.

Community Engagement

Not applicable.

Policy Instruction

To satisfy Council's statutory obligations under Section 192 *Local Government Regulation 2012* and to establish Council's intent with respect to borrowings.

Definition of Long Life Assets:

Long Life Assets being permanent infrastructure provided by Council for the use of the community.

PRINCIPLES

It is Council's intention that, in order to provide a better service and value for money to ratepayers, Council will restrict the purpose of loans to asset acquisition and expenditure of a capital nature only. The service that will be provided by long term assets will benefit present and future generations; therefore it is the opinion of Council that the cost should be shared between present and future generations.

POLICY

The appropriate mix of debt to internal funding used is intended to provide the lowest long term level of rates which does not over-commit the future and which provides adequate flexibility of funding in the short term. The total debt will depend on the future outlook for growth in the region. The term of the debt will relate to the life of the asset created but will not exceed 20 years for any individual asset.

Council will raise all external borrowings from the Queensland Treasury Corporation.

(a) New Borrowings : 2017/2018 Nil

Council will not be undertaking any additional borrowings for the financial years 2019 to 2027 and will fully fund its capital program from Government subsidies, funded depreciation, asset sales and capital reserves.

(b) Anticipated loan repayment dates for all Council loans are as follows:

Buchanan Park	March 2018
Family Fun Park	March 2018
08/09 Capital Works	June 2029
09/10 Capital Works	June 2030
10/11 Sewerage	December 2028
11/12 Sewerage	June 2032
12/13 Sewerage	December 2032
13/14 Sewerage	March 2034