



KEMPSEY
Shire Council

DIRECTOR CORPORATE SERVICES REPORT

13th June 2006

DCS10	2005/06 LOAN BORROWING PROGRAM
FILE: 594	APC {Folio No. *}

SUMMARY:

Reporting on the 2005/06 Loan Borrowing Program for Sewerage Fund



DESCRIPTION:

Council received approval from the Department of Local Government to borrow \$4,374,667 in loan funds in the 2005/06 year for the following works:

General Fund	\$2,316,334
Environmental Levy	\$158,333
Water Fund	\$700,000
Sewerage Fund	\$1,200,000

Council's loan borrowing for the General Fund, Environmental Levy and Water Funds were resolved at the February 2006 meeting.

Sewerage Funds

Loan funds of \$1,200,000 were approved to fund the sewerage scheme to service the Greenhill and Aldavilla areas.

A report in respect of the Aldavilla Scheme is provided within the June Council Agenda whilst tenders in respect of the Greenhill Scheme are currently being evaluated and a report will be provided at the July meeting.

Work in respect of the projects will not commence prior to the 30 June and therefore it is not proposed to borrow any funds in the current financial year.

Provision will be made to include funding for the projects within Council's 2006/07 loan borrowing application.

REPORT IMPLICATIONS:

- *Environmental*

Nil

- *Social*

Nil

- *Economic (Financial)*

Saving of \$22,665 in interest charges in 2005/06.

- *Policy or Statutory*

Nil

- *Director's Review*

Nil

RECOMMENDATION:

For the information of Council.

.....
G B Snape
DIRECTOR CORPORATE SERVICES