



## **6. CONTROLS**

- 6.1. The debt portfolio of Council is raised solely with the Queensland Treasury Corporation (QTC).
- 6.2. Council will endeavour to keep the net financial liabilities ratio to a positive value of not greater than 60% in accordance with targets specified in the financial ratios set in the Local Government Act and Regulations. This indicates that Council has the capacity to fund its liabilities and appears to have the capacity to increase its debt.
- 6.3. The interest coverage ratio indicates the extent to which Council's operating revenues are committed to interest expenses. Council's aim is to maintain a ratio between 0% - 10%.
- 6.4. This policy is to be reviewed annually in conjunction with the budget and adopted with the budget in accordance with the legislated requirements.

## **6. EFFECTIVE FROM**

This Policy is effective from 1 July 2015.

**ADOPTED By Council on June 30 2015**