

LOAN BILL 2012

EXPLANATORY MEMORANDUM

- Clause 1 Short Title
- Clause 2 Provides for sections 1 and 2 of the Act to come into operation on the day on which this Act receives the Royal Assent, with the rest of the Act coming into operation the following day.
- Clause 3 Power to borrow money for public purposes
- Provides authority for the raising of loans totalling \$5,000,000,000 for public purposes to meet the financing requirements of the Consolidated Account, generally relating to the State's asset investment program.
- Clause 4 How sums borrowed are to be applied
- This Clause provides for the application of all moneys borrowed. The proceeds of all loan raisings under this authority must be paid into the Consolidated Account. Payments out of that account are made under the authority of an appropriation.
- Clause 5 Principal, interest and expenses payable out of Consolidated Account
- This Clause continues the provision in the previous Loan Acts for the cost of borrowings undertaken under such Acts to be payable out of the Consolidated Account, which is appropriated accordingly.