

# **LOAN BILL 2009**

## **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 \$8 316 197 000 for public purposes to meet the financing requirements of the Consolidated Account, generally relating to the State's capital works program.

CLAUSE 4 – How sum 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 fund are made under the authority of an appropriation.

CLAUSE 5 – Principal, interest etc 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 and for the Consolidated Account to be appropriated accordingly.