

Dividend Payment - Council Policy

Effective Date	1 July 2023
Policy Owner	Finance
Link to Corporate Plan	Sustainable Organisation
Review Date	June 2024
Related Legislation	No relevant legislation
Related Documents	Code of Competitive Conduct - Council Policy

Policy Version	Approval Date	Adopted/Approved
1	21/06/2023	Special Meeting of Council - Adopt 2023/24 Budget - 21/06/2023

*This policy may not be current as Council regularly reviews and updates its policies. The latest controlled version can be found in the policies section of Council's intranet or Website. **A hard copy of this electronic document is uncontrolled.***



Dividend Payment - Council Policy

1. PURPOSE

The purpose of this policy is to apply the principles of the Code of Competitive Conduct to Council's business and to ensure the businesses are financially sound.

2. POLICY

The Dividend policy to apply to the various Council businesses is:

- (1) where an Operating Profit is forecast, a Dividend will be paid to Council after adjusting for any loan redemptions and net funding for capital works; and
- (2) where an Operating Deficit is forecast, a Community Service Obligation will be provided to the business unit after adjusting for loan redemptions and net funding of capital works.

Net funding of capital works is defined as budgeted capital works less budgeted capital revenue less funded depreciation.

