

Australian Capital Territory

City Renewal Authority and Suburban Land Agency (City Renewal Authority Payment of Funds to Territory) Direction 2019

Notifiable instrument NI2019–127

made under the

City Renewal Authority and Suburban Land Agency Act 2017, S 26, (Authority payment of funds to Territory)

1 Name of instrument

This instrument is the *City Renewal Authority and Suburban Land Agency (City Renewal Authority Payment of Funds to Territory) Direction 2019*.

2 Commencement

This instrument commences on the day after its notification day.

3 City Renewal Authority – Payment of Funds to Territory

I direct the Authority set out in the schedule to make payments of funds to the Territory.

Andrew Barr
Treasurer
7 March 2019

SCHEDULE

City Renewal Authority – Payment of Funds to the Territory

Dividend Policy

1. Application
 - a. This direction applies to the City Renewal Authority to pay funds to the Territory.
2. Payment amount
 - a. The City Renewal Authority is to pay to the Territory a dividend of 100 per cent of its net profit after tax from commercial land development activities (dividend payout ratio).
 - b. This amount excludes gifted assets.
3. Payment amount – lower dividend payout ratio
 - a. The Treasurer will consider a lower dividend payout ratio if the Authority Board provides a written request for the proposed lower dividend payout for that financial year.
 - b. In considering the written request, the Treasurer must have regard to s 26(3) of the *City Renewal Authority and Suburban Land Agency Act 2017* (ACT).
 - c. The Treasurer will provide notification to the Authority Board if approval is given to lower the dividend payout ratio for a particular financial year.
 - d. In the event of the Treasurer's approval, the dividend payout ratio of 100 percent in item 2 of this schedule will be modified by the lower dividend payout ratio as approved by the Treasurer.
4. Dividend payment
 - a. Payment of the dividend occurs in two instalments:
 - i. The first instalment, comprising of 80 per cent of the estimated outcome for the financial year is payable by 30 June of each financial year; and
 - ii. The second instalment of the balance of the actual net profit after tax for that year is due by 31 October of the next financial year, following the completion of the financial statements.
 - b. The Treasurer may approve the payment of the dividend to occur on terms other than the above, on the condition that the Authority Board provide a written request for the proposed alternative payment for that particular year.