

LIVERPOOL PLAINS SHIRE COUNCIL

POLICY REGISTER

Policy No. 3.16

POLICY TITLE: **BONDS & GUARANTEES**

File Reference No: B.15
Date Adopted: 20th October 2004
Minute No: 1260
Last Updated: New Policy

OBJECTIVES

To establish guidelines for the bonding of works required for completion of development in accordance with an approval issued under the Environmental Planning & Assessment Act 1979 or other Act.

POLICY STATEMENT

Council in determining any applications to receive a bond/guarantee for development work to comply with a consent under the Environmental Planning & Assessment Act 1979 or other Act will require the following:

- The applicant submitting a written request for consideration under the policy;
- The submission of approved plans and specifications for all works to be bonded, including a works program and detailed costing along with a projected date for which all works will be completed.

For Council or its delegate to approve the taking of a bond or guarantee, the following requirements must be met:

- A 25% loading of the amount of the bond based on the cost of completion;
- A written guarantee from a recognised lending institution as to the availability of the bond amount and that such a bond amount is available to Council on default, or cash for deposit in Council's Trust Account;
- Payment of an establishment fee (as set by Council's annual Management Plan).

Release of the bond or guarantee is to be at the discretion of Council or the delegate once all works are completed to the agreed standards.

Council does not pay interest on any cash moneys held as a bond.