



# NORTHERN TERRITORY CLAY TARGET ASSOCIATION INC

## LOAN OF NTCTA FUNDS POLICY

<b>Policy Number:</b>	G 08	<b>Date last updated:</b>	08/04/2022
		<b>Date written:</b>	Unknown
<b>Authorised by:</b>	NTCTA Executive Council	<b>Review date:</b>	08/04/2024

### Table of Contents

1. BACKGROUND.....	1
2. POLICY STATEMENT .....	2

#### 1. BACKGROUND.

- 1.1. Occasionally NTCTA affiliated Clubs ('Clubs') need to borrow money and/or other resources in order to ensure their development and, in some circumstances, survival.
- 1.2. The NTCTA has the power to lend money or resources pursuant to sections 2(e) and 6(g) of the NTCTA Constitution (extracts below):

#### 2. Objects and purposes

*(d) To ensure uniformity of rules for the control and regulation of clay target shooting.*

#### 5. Powers of Association

*(g) To enter into any other contract it considers necessary or desirable.*

## 2. POLICY STATEMENT

2.1. NTCTA will only consider loans to Clubs for:

- (a) significant projects or services which have the potential to benefit clay target shooting in the NT and are aligned to the NTCTA Strategic Plan;
- (b) a Club is facing difficulties with regulatory authorities and there is a reasonable probability that a loan will assist the Club;
- (c) Club contribution to the project or service meets or exceeds fifty percent (50%) total project cost; and
- (d) if the applicant Club can demonstrate an ability to repay the loan in a timely manner.

2.2. Clubs seeking to borrow money from the Association are to forward in writing a detailed loan request proposal to the NTCTA, which includes:

- (a) the purpose of the loan;
- (b) how the loan aligns with the Strategic Plan and will benefit NTCTA members;
- (c) Club contributions to the project or services (in-kind contribution or funding); and
- (d) the time frame for repayment of the loan.

2.3. Loan funds shall only be made available after;

- (a) it has been passed by a majority at an NTCTA Executive Council meeting;
- (b) the loan is documented in the form of a legally binding contract with a defined and mutually agreed repayment and reporting schedule with this document to be legally reviewed; and
- (c) the Club agrees to adhere to the contract details in a similar manner to that of a commercial loan.

2.4. Repayment of any loan by the NTCTA is only to be undertaken by auditable funds transfer. In-kind services shall not be accepted as an appropriate method of loan repayment.

2.5. The contract shall include the statement that NTCTA reserves the right to take legal or other appropriate action to recover outstanding money in the event of the Club defaulting on loans.