

**RATES OF INTEREST ON LOANS BY THE
PUBLIC WORKS LOAN COMMISSIONERS TO
LOCAL AUTHORITIES**

NOTICE

TREASURY MINUTE dated 12th November 1987

THE Lords Commissioners of Her Majesty's Treasury read Section 3(2) of the National Loans Act 1968 (1968 C.13 as amended) whereby any sums borrowed from the Public Works Loan Commissioners shall bear interest at such rates as the Treasury may determine from time to time in accordance with Section 5 of the said Act.

My Lords understand that the Public Works Loan Commissioners will be operating arrangements under which local authorities are permitted to borrow from the Commissioners up to a specified quota at a certain fixed rate of interest and in excess of such quotas at one of two higher fixed rates.

In accordance therewith the Chancellor of the Exchequer now recommends that with effect from 12th November 1987 and until the coming into operation of a further determination:

- I. The rate of interest applicable to any such fixed rate loan will be that in force on the day the authority applies to borrow or, if the application is before noon three working days before the loan is credited to the account of the authority's banker, the rate in force at 11 a.m. two banking days before credit day;
- II. Different rates of interest shall be charged on such fixed rate loans according to whether the principal of a loan is repaid by instalments or at maturity and, if repaid by instalments, whether by equal instalments of the principal with interest paid on the decreasing balance of the principal (E.I.P.) or by instalments of equal repayments of the principal and interest paid thereon (E.R.);
- III. The rates of such interest shall be:—

P.W.L.B. Quota Rates	Per Cent per Annum Loans Repayable		
	By Instalments		At
	E.I.P.	E.R.	Maturity
1 year	—	—	8 ³ / ₄
Over 1 but not over 2 years	8 ³ / ₄	8 ³ / ₄	8 ³ / ₄
Over 2 but not over 3 years	8 ³ / ₄	8 ³ / ₄	8 ⁷ / ₈
Over 3 but not over 4 years	8 ³ / ₄	8 ³ / ₄	8 ⁷ / ₈
Over 4 but not over 5 years	8 ⁷ / ₈	8 ⁷ / ₈	8 ⁷ / ₈
Over 5 but not over 6 years	8 ⁷ / ₈	8 ⁷ / ₈	9
Over 6 but not over 7 years	8 ⁷ / ₈	8 ⁷ / ₈	9 ¹ / ₈
Over 7 but not over 8 years	8 ⁷ / ₈	8 ⁷ / ₈	9 ¹ / ₄
Over 8 but not over 9 years	8 ⁷ / ₈	8 ⁷ / ₈	9 ³ / ₈
Over 9 but not over 10 years	8 ⁷ / ₈	9	9 ³ / ₈
Over 10 but not over 15 years	9 ¹ / ₄	9 ³ / ₈	9 ³ / ₈
Over 15 but not over 25 years	9 ³ / ₈	9 ³ / ₈	9 ³ / ₈
Over 25 years	9 ³ / ₈	9 ³ / ₈	9 ³ / ₈

P.W.L.B. Non-quota A Rates

1 year	—	—	9 ¹ / ₂
Over 1 but not over 2 years	9 ³ / ₄	9 ³ / ₄	9 ¹ / ₂
Over 2 but not over 3 years	9 ³ / ₄	9 ³ / ₄	9 ⁵ / ₈
Over 3 but not over 4 years	9 ³ / ₄	9 ³ / ₄	9 ⁵ / ₈
Over 4 but not over 5 years	9 ⁷ / ₈	9 ⁷ / ₈	9 ⁵ / ₈
Over 5 but not over 6 years	9 ⁷ / ₈	9 ⁷ / ₈	9 ¹ / ₂
Over 6 but not over 7 years	9 ⁷ / ₈	9 ⁷ / ₈	9 ⁵ / ₈
Over 7 but not over 8 years	9 ⁷ / ₈	9 ⁷ / ₈	9 ⁵ / ₈
Over 8 but not over 9 years	9 ⁷ / ₈	9 ⁷ / ₈	9 ⁷ / ₈
Over 9 but not over 10 years	9 ⁷ / ₈	9 ¹ / ₂	9 ⁷ / ₈
Over 10 but not over 15 years	9 ³ / ₄	9 ⁷ / ₈	9 ⁷ / ₈
Over 15 but not over 25 years	9 ⁷ / ₈	9 ⁷ / ₈	9 ⁷ / ₈
Over 25 years	9 ⁷ / ₈	9 ⁷ / ₈	9 ⁷ / ₈

PWLB Non-quota B Rate loans will bear interest at 1 per cent above the corresponding Non-quota A rates.

The amount which a local authority borrows within its annual quota will bear interest at the appropriate rate in the quota set of rates. Authorities may borrow further sums at quota rates at the discretion of the Public Works Loan Commissioners. Other borrowing beyond the quota entitlement will be at the appropriate rate in the non-quota set of rates.

My Lords concur.

The Treasury determine the rates of interest accordingly.

Treasury Chambers,
Parliament Street,
London SW1P 3AG.

12th November 1987

(22)

**RATES OF INTEREST ON LOANS FROM
THE NATIONAL LOANS FUND**

NOTICE

THE Treasury in pursuance of Section 5 of the National Loans Act 1968 (as amended) hereby give notice that on or after 12th November 1987:—

- I. Different rates of interest shall apply according to whether the principal of a loan is repaid by instalments or at maturity and, if repaid by instalments, whether by equal instalments of the principal with interest paid on the decreasing balance of the principal (E.I.P.), or by instalments of equal repayments of the principal and interest paid thereon (E.R.);
- II. The lowest rates of interest satisfying the conditions laid down in Subsection (3) of the said Section 5 shall be:—

	Per Cent per Annum Loans Repayable		
	By Instalments		At
	E.I.P.	E.R.	Maturity
Up to 1 year	—	—	8 ³ / ₄
Over 1 but not over 5 years	8 ⁷ / ₈	8 ⁷ / ₈	8 ⁷ / ₈
Over 5 but not over 10 years	8 ⁷ / ₈	9	9 ³ / ₈
Over 10 but not over 15 years	9 ¹ / ₄	9 ³ / ₈	9 ³ / ₈
Over 15 but not over 25 years	9 ³ / ₈	9 ³ / ₈	9 ³ / ₈
Over 25 years	9 ³ / ₈	9 ³ / ₈	9 ³ / ₈

Treasury Chambers,
Parliament Street,
London SW1P 3AG.

12th November 1987

(21)

WAGES ACT 1986

**BOOT AND SHOE REPAIRING WAGES COUNCIL
(GREAT BRITAIN)**

THE Council gives notice of proposals for new rates of statutory minimum pay with effect from 8th February 1988. The proposed new rates are £2.18 per hour basic rate and £3.27 per hour overtime rate.

Gerald Knorpel,
Secretary.

Steel House,
11 Tothill Street,
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