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## State Intelligence

### PRIVY COUNCIL OFFICE

#### MERCHANT SHIPPING ACT 1894

Notice is hereby given that Her Majesty in Council was pleased on 25th May 1988 to approve Orders in Council entitled The Merchant Shipping (Confirmation of Legislation) (Cayman Islands) Order 1988 (S.I. 1988/928), and The Merchant Shipping (Confirmation of Legislation) (Bermuda) Order 1988 (S.I. 1988/927).

Copies of the said Orders when published, may be purchased directly from Her Majesty's Stationery Office at the addresses shown on the last page of this Gazette or through any bookseller. (1 SI)

### TREASURY

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

##### NOTICE

TREASURY MINUTE dated 3rd June 1988.

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 quota at one of two higher fixed rates.

In accordance therewith the Chancellor of the Exchequer now recommends that with effect from 3rd June 1988 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:

PWL B Quota Rates	Per cent per annum		
	Loans Repayable by instalments at maturity		
	E.I.P.	E.R.	
1 year	—	—	9
Over 1 but not over 2 years	9	9½	9½
Over 2 but not over 3 years	9½	9½	9½
Over 3 but not over 4 years	9½	9½	9½
Over 4 but not over 5 years	9½	9½	9½
Over 5 but not over 6 years	9½	9½	9½
Over 6 but not over 7 years	9½	9½	9½
Over 7 but not over 8 years	9½	9½	9½
Over 8 but not over 9 years	9½	9½	9½
Over 9 but not over 10 years	9½	9½	9½
Over 10 but not over 15 years	9½	9½	9½
Over 15 but not over 25 years	9½	9½	9½
Over 25 years	9½	9½	9½
PWL B Non-quota A Rates			
1 year	—	—	9½
Over 1 but not over 2 years	10	10½	9½
Over 2 but not over 3 years	10½	10½	10
Over 3 but not over 4 years	10½	10½	10½
Over 4 but not over 5 years	10½	10½	10½
Over 5 but not over 6 years	9½	9½	10
Over 6 but not over 7 years	9½	9½	10
Over 7 but not over 8 years	9½	9½	10½
Over 8 but not over 9 years	9½	9½	10½
Over 9 but not over 10 years	9½	10	10½
Over 10 but not over 15 years	10½	10½	10
Over 15 but not over 25 years	10½	10	10
Over 25 years	10	9½	9½

PWL B 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.