



Local Government, Planning and Land Act 1980

1980 CHAPTER 65

PART III

DIRECT LABOUR ORGANISATIONS

Financial provisions

16 **General financial duty: treatment of deficits.**

- (1) Every local authority or development body who undertake construction or maintenance work—
- (a) of any of the descriptions specified in subsection (2) of section 10 above; or
 - (b) of any description specified by regulations under subsection (4) of that section,

whether under works contracts or by way of functional work or both, shall secure that, in respect of each financial year, their revenue from work of that description shows such positive rate of return on the capital employed for the purpose of carrying out the work as the Secretary of State may direct.

- (2) Subject to subsection (3) below, the rate of return on capital employed shall be determined for the purposes of this section by such method as the Secretary of State may direct.
- (3) The rate of return shall in all cases be determined on a current cost accounting basis.
- (4) F1
- (5) F2

Status: Point in time view as at 01/02/1991. This version of this provision has been superseded.

Changes to legislation: *Local Government, Planning and Land Act 1980, Section 16 is up to date with all changes known to be in force on or before 12 July 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations. (See end of Document for details)*

Textual Amendments

- F1** S. 16(4) repealed by [Local Government Act 1988 \(c. 9, SIF 81:1, 2\)](#), ss. 32, 41, Sch. 6 para. 6, [Sch. 7 Pt. III](#) (subject to the provision at the end of that Part)
- F2** Ss. 16(5)(6), 19(3)(4) repealed by [Local Government Act 1988 \(c. 9, SIF 81:1, 2\)](#), s. 41, [Sch. 7 Pt. III](#) (subject to the provision at the end of that Part)

Status:

Point in time view as at 01/02/1991. This version of this provision has been superseded.

Changes to legislation:

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