



Local Government Act 2003

2003 CHAPTER 26

PART 1

CAPITAL FINANCE ETC AND ACCOUNTS

CHAPTER 1

CAPITAL FINANCE ETC

Credit arrangements

8 Control of credit arrangements

- (1) A local authority may not enter into, or vary, a credit arrangement if doing so would result in a breach of—
 - (a) the limit for the time being determined by or for it under section 3, or
 - (b) any limit for the time being applicable to it under section 4.
- (2) In applying those limits for the purposes of subsection (1)—
 - (a) entry into a credit arrangement shall be treated as the borrowing of an amount of money equal to the cost of the arrangement, and
 - (b) variation of a credit arrangement shall be treated as the borrowing of an amount of money equal to the cost of the variation.
- (3) The Secretary of State may by regulations make provision about the calculation for the purposes of subsection (2) of the cost of a credit arrangement or a variation and may, in particular, make provision about the treatment of options.

Commencement Information

11 S. 8(3) in force at 18.11.2003 for E. by [S.I. 2003/2938](#), [art. 3\(a\)](#) (with [art. 8](#), [Sch.](#))

Status:

Point in time view as at 18/11/2003. This version of this provision has been superseded.

Changes to legislation:

Local Government Act 2003, Section 8 is up to date with all changes known to be in force on or before 09 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.