

1988 No. 233

**LOCAL GOVERNMENT, ENGLAND AND WALES
LONDON GOVERNMENT**

**The London Government Reorganisation (Transfer of
Loans) Order 1988**

<i>Made</i> - - - -	<i>16th February 1988</i>
<i>Laid before Parliament</i>	<i>24th February 1988</i>
<i>Coming into force</i>	<i>1st April 1988</i>

Whereas the London Residuary Body, acting pursuant to section 67(1) of the Local Government Act 1985(a), has submitted proposals to the Secretary of State for the transfer to the councils of districts and London boroughs of certain of its rights and liabilities which are likely to subsist for longer than the period of five years beginning with 1st April 1986:

And whereas the Secretary of State has decided to give effect to those proposals with modifications:

Now, therefore, the Secretary of State, in exercise of the powers conferred on him by section 67(3) of that Act, and of all other powers enabling him in that behalf, hereby makes the following Order:

Citation, commencement and interpretation

1.—(1) This Order may be cited as the London Government Reorganisation (Transfer of Loans) Order 1988 and shall come into force on 1st April 1988.

(2) In this Order –

“the appropriate percentage” means the percentage indicated in Schedule 1 to this Order in relation to the council in question;

“the Residuary Body” means the London Residuary Body.

Transfer of loans

2.—(1) On 1st April 1988 the liability of the Residuary Body to the Public Works Loan Board in respect of the payment of interest and the repayment of principal outstanding immediately before that date attributable to the loans listed in Schedule 2 shall fall to be discharged by the councils listed in Schedule 1 in the manner described in paragraphs (2) to (4).

(2) Each council shall be liable for the repayment of the appropriate percentage of principal outstanding in relation to each loan.

(3) Each council shall discharge that part of the liability apportioned to it at the time and in the manner applicable to the loan in question.

(4) Each council shall pay to the Public Works Loan Board interest on that part of the liability which falls to be discharged by it at the rate and time and in the manner applicable to the loan in question.

3. The rights of the Residuary Body in respect of the loans referred to in article 2(1) shall on 1st April 1988 vest jointly and severally in the councils there referred to.

Application of general provisions relating to borrowing

4.—(1) Subject to paragraph (2), paragraphs 2 to 8, 11 and 20 of Schedule 13 to the Local Government Act 1972(a) shall apply as if the amount of that part of the liability transferred to each council by this Order which is attributable to the repayment of the principal were money borrowed by that council under paragraph 1(b) of that Schedule.

(2) Paragraphs 7 and 8 of that Schedule (accounting requirements and power to borrow during the fixed period for repaying loans) shall apply to the amount referred to in paragraph (1) with the substitution for the words "the fixed period" of the words "the period of 33 years commencing with the financial year beginning 1st April 1988".

Extinguishment of existing rights and liabilities, revocation and saving and other provisions

5.—(1) Subject to paragraph (2), the rights and liabilities created by the provisions of the transfer orders mentioned in paragraph 3 of Part I of Schedule 2 to the Local Government Reorganisation (Greater London Council Transferred Housing and Nomination Rights) Order 1986(b) ("paragraph 3") (provisions vesting in the Residuary Body the right to money which, but for the Local Government Act 1985, would have become due to the Greater London Council's consolidated loans fund) and which were saved by article 3 of that Order shall cease to exist; and, subject as aforesaid, those provisions (which are listed in Schedule 3 to this Order) and paragraph 3 are revoked.

(2) Paragraph 3 shall continue to have effect in relation to a transferee authority's liabilities and entitlements—

(a) which accrued before 1st April 1988; and

(b) in respect of payments or receipts which fall to be made or received on 30th September 1988 in accordance with paragraph 3(4)(d).

16th February 1988

Nicholas Ridley
Secretary of State for the Environment

SCHEDULE 1

Article 2

LONDON BOROUGH COUNCILS

APPROPRIATE PERCENTAGE

Barking and Dagenham	0.998 949 747
Barnet	0.511 692 280
Bexley	0.118 679 980
Brent	0.256 884 118
Bromley	1.372 763 305
Camden	1.827 616 167
Croydon	0.304 363 092

(a) 1972 c.70. (b) S.I. 1986/442.

LONDON BOROUGH COUNCILS**APPROPRIATE PERCENTAGE**

Ealing	1.646 310 092
Enfield	0.719 762 975
Greenwich	4.693 427 107
Hackney	9.580 945 564
Hammersmith and Fulham	3.115 597 602
Haringey	1.363 710 291
Harrow	0.459 944 116
Havering	1.249 849 043
Hillingdon	0.041 638 406
Hounslow	1.025 947 611
Islington	8.266 820 865
Kensington and Chelsea	1.885 013 433
Kingston upon Thames	0.167 479 728
Lambeth	7.314 533 711
Lewisham	4.640 481 941
Merton	1.547 638 866
Newham	1.769 570 441
Redbridge	0.386 756 704
Richmond upon Thames	0.200 096 968
Southwark	9.700 456 227
Sutton	1.603 501 162
Tower Hamlets	17.777 554 536
Waltham Forest	0.527 241 128
Wandsworth	4.169 358 958
Westminster	2.671 850 917

DISTRICT COUNCILS**APPROPRIATE PERCENTAGE**

Braintree	0.016 256 320
Brentwood	0.042 366 736
Broxbourne	0.587 908 792
Colchester	0.060 028 073
Dacorum	0.528 862 713
East Hertfordshire	0.492 484 109
Epping Forest	1.517 803 868
Hertsmere	1.060 886 291
Horsham	0.336 907 956
Mid-Sussex	0.308 049 955
North Hertfordshire	0.087 744 525
Reading	0.013 088 462
Reigate and Banstead	0.101 666 104
Rochester upon Medway	0.435 237 592
Rushmoor	0.587 041 890
Sevenoaks	0.145 934 255
Slough	0.424 149 650
South Bedfordshire	0.068 560 271
Spelthorpe	0.013 630 822
Tandridge	0.082 471 172
Three Rivers	0.287 999 798
Thurrock	0.629 886 103
Waverley	0.027 695 157
Windsor and Maidenhead	0.023 279 964
Woking	0.099 716 854
Wokingham	0.103 905 487

SCHEDULE 2

Article 2(1)

PUBLIC WORKS LOAN BOARD LOANS

1. Loans payable by equal instalments of principal.

<i>Loan No.</i>	<i>Outstanding balance (£) as at 1st April 1988</i>	<i>Rate % per annum</i>	<i>Principal and interest payable on 25th day of</i>	<i>Final payment due on 25th day of</i>
355222	3,784,934.00	3.000	March, September	September 1994
428205	3,300,000.00	9.500	February, August	February 1998
430598	2,343,750.00	12.000	February, August	August 1989
438251	5,000,000.00	12.125	February, August	August 1990
438420	4,999,999.00	12.875	February, August	August 1990
439139	4,999,999.00	11.375	February, August	February 1991
445854	1,500,000.00	12.625	June, December	June 1989
445972	1,650,000.00	12.250	June, December	June 1989
446218	4,285,714.00	12.750	March, September	September 1989
446349	8,571,428.00	12.500	March, September	September 1989
449574	9,193,548.00	14.000	May, November	May 1997
452787	14,666,666.00	11.625	March, September	September 1993
454337	7,894,736.00	11.000	March, September	September 1995
454471	17,307,692.00	11.000	April, October	April 2010
454498	16,923,076.00	11.000	March, September	March 2010
454555	17,307,692.00	11.500	May, November	May 2010
454556	17,307,692.00	11.500	June, December	June 2010
454922	19,444,444.00	11.750	March, September	March 1995
455508	16,666,666.00	12.125	February, August	February 1989
457500	40,000,000.00	10.750	March, September	March 1996
458425	48,000,000.00	10.125	March, September	March 1996
458660	48,000,000.00	10.125	March, September	March 1996
458775	48,000,000.00	10.000	March, September	March 1996
459049	34,482,758.00	9.500	March, September	September 2000
460574	12,000,000.00	8.875	February, August	February 1991
460575	26,060,606.00	8.875	March, September	March 1992
460671	20,000,000.00	9.250	March, September	March 1990
460751	37,500,000.00	9.625	March, September	March 1994
460762	37,500,000.00	9.625	March, September	March 1994
460783	15,000,000.00	9.500	March, September	March 1994

2. Loans payable by annuity.

<i>Loan No.</i>	<i>Outstanding balance (£) as at 1st April 1988</i>	<i>Rate % per annum</i>	<i>Principal and interest payable on 25th day of</i>	<i>Final payment due on 25th day of</i>
355252	8,042,950.00	3.750	March, September	September 2011
355253	24,709,913.00	4.250	March, September	September 2011
355272	13,978,929.00	4.000	March, September	September 2013
367901	6,514,459.00	5.750	March, September	September 1993
355225	18,370,597.00	3.000	March, September	September 2009

3. Loans payable at maturity

<i>Loan No.</i>	<i>Outstanding balance (£) as at 1st April 1988</i>	<i>Rate % per annum</i>	<i>Interest payable on 25th day of</i>	<i>Final payment due on 25th day of</i>
445644	20,000,000.00	11.500	April, October	April 1989
446508	35,000,000.00	13.625	June, December	December 1989
449602	20,000,000.00	13.750	June, December	June 1992
449947	20,000,000.00	12.500	January, July	July 1989
450369	25,000,000.00	11.125	February, August	August 1989
450732	25,000,000.00	10.500	April, October	October 1994
451014	75,000,000.00	10.625	January, July	January 1995
452392	20,000,000.00	10.750	May, November	November 1993
452623	20,000,000.00	10.500	April, October	October 1993
452724	20,000,000.00	10.875	June, December	December 1993
460456	20,000,000.00	8.750	May, November	May 1994
454921	25,000,000.00	11.000	February, August	February 1995
455212	40,000,000.00	10.625	May, November	May 1995
456106	20,000,000.00	11.500	May, November	May 1990
456292	20,000,000.00	11.375	June, December	June 1990
456293	20,000,000.00	11.000	June, December	December 1995
456675	50,000,000.00	10.375	January, July	January 2001
456916	50,000,000.00	10.625	January, July	January 1996
457640	50,000,000.00	10.500	April, October	April 1997
457792	50,000,000.00	10.375	May, November	May 2001
457887	50,000,000.00	10.625	June, December	June 2001
459896	70,000,000.00	8.375	March, September	March 1992
460501	50,000,000.00	8.750	April, October	April 1993
460509	40,000,000.00	8.875	March, September	March 1994
460395	20,000,000.00	8.875	April, October	April 1994
463025	50,000,000.00	8.875	May, November	May 1994
463398	4,273,132.00	10.500	January, July	July 1991
463862	76,752,726.00	Variable at monthly intervals	each month	March 1995

SCHEDULE 3

Article 5

REVOCATIONS

<i>Orders revoked</i>	<i>References</i>	<i>Extent of revocation</i>
The London Authorities (Transfer of Housing Estates etc.) Order 1971.	S.I. 1971/231.	Article 8 and paragraph 10 of Part I of Schedule 1.
The London Authorities (Transfer of Housing Estates etc.) (No. 1) Order 1972.	S.I. 1972/171.	Paragraph 1 of Part I of Schedule 1.
The London Authorities (Transfer of Housing Estates etc.) (No. 2) Order 1972.	S.I. 1972/172.	Article 8 and paragraph 10 of Part I of Schedule 1.
The London Authorities (Transfer of Housing Estates etc.) (No. 3) Order 1972.	S.I. 1972/173.	Article 8 and paragraph 10 of Part I of the Schedule.

<i>Orders revoked</i>	<i>References</i>	<i>Extent of revocation</i>
The London Authorities (Transfer of Housing Estates etc.) Order 1973.	S.I. 1973/417.	Paragraph 7 of Part I of Schedule 1 and paragraph 1 of Part I of Schedule 2.
The Greater London Council (Transfer of Land and Housing Accommodation) Order 1980.	S.I. 1980/320.	Articles 19 and 20 and paragraph 3(3) of Parts I and II of Schedule 2.
The Greater London Council (Transfer of Land and Housing Accommodation) Order 1981.	S.I. 1981/289.	Articles 18 and 19(1) and paragraph 2(1) of Schedule 1.
The Greater London Council (Transfer of Land and Housing Accommodation) (No. 2) Order 1981.	S.I. 1981/536	Article 20.
The Greater London Council (Transfer of Land and Housing Accommodation) (No. 3) Order 1981.	S.I. 1981/644.	Articles 18 and 19(1) and paragraph 2(1) of Schedule 1.
The Greater London Council (Transfer of Land and Housing Accommodation) Order 1982.	S.I. 1982/301.	Articles 15 and 16 and paragraph 2(1) of Schedule 1.
The Greater London Council (Transfer of Land and Housing Accommodation) Order 1983.	S.I. 1983/250.	Articles 12 and 13 and paragraph 2(1) of Schedule 1.
The Local Government Reorganisation (Greater London Council Transferred Housing and Nomination Rights) Order 1986.	S.I. 1986/442	Paragraph 3 of Part I of Schedule 2.

EXPLANATORY NOTE

(This note is not part of the Order)

This Order transfers to the district councils and London borough councils listed in Schedule 1 to the Order the rights and liabilities of the London Residuary Body in respect of the loans made by the Public Works Loan Board which are listed in Schedule 2. The transfer will take effect on 1st April 1988. The Residuary Body's liability to the Board in respect of these loans is apportioned among the councils.

As a consequence of the transfer, the liabilities of the transferee authorities to the Residuary Body under S.I. 1986/442 (which vested in that Body the rights of the Greater London Council to payments in respect of housing accommodation transferred by the Council to the councils) are extinguished subject to certain transitional savings (article 5).

The district and London borough councils are required by this Order to make repayments of principal and payments of interest to the Public Works Loans Board on the terms that were applicable to the Residuary Body. They are permitted to borrow over the period of 33 years from 1st April 1988 for the purpose of making the repayments of principal.