STATUTORY INSTRUMENTS

1971 No. 1272

HOUSING, ENGLAND AND WALES

The Housing Subsidies (Representative Rates of Interest) Order 1971

Laid before the House of Commons in draft

Made - - - *2nd August* 1971

Coming into Operation *10th August* 1971

The Secretary of State for the Environment, in exercise of his powers under sections 2(2), 2(5) and 21(1) of the Housing Subsidies Act 1967(a) and of all other powers enabling him in that behalf and after consultation with such recipient authorities, and such bodies representative of recipient authorities, as appear to him to be appropriate, hereby makes the following order in the terms of a draft approved by resolution of the Commons House of Parliament :—

Citation, commencement and interpretation

1.—(1) This order may be cited as the Housing Subsidies (Representative Rates of Interest) Order 1971 and shall come into operation on 10th August 1971.

(2) The Interpretation Act 1889(b) applies for the interpretation of this order as it applies for the interpretation of an Act of Parliament.

Representative rates of interest

2. The rates of interest to be specified for the purposes of section 2(2) of the Housing Subsidies Act 1967 in respect of approved dwellings provided in England and Wales shall be as follows :—

(*a*) in relation to all local authorities and all housing associations, in respect of the financial year commencing on 1st April 1971	8·32 per cent.
(*b*) in relation to all development corporations and the Commission for the New Towns, in respect of the financial year commencing on 1st April 1971 ...	9·22 per cent.

Peter Walker,
2nd August 1971. Secretary of State for the Environment

(a) 1967 c. 29. (b) 1889 c. 63.

EXPLANATORY NOTE

(This Note is not part of the Order.)

This Order specifies representative borrowing rates for the year 1971/72 for the several bodies who receive housing subsidies under the Housing Subsidies Act 1967. The main subsidy will meet the difference between the loan charges on the aggregate approved cost of dwellings completed in that year at the borrowing rates specified in the Order, and the loan charges which would have been incurred at a fixed borrowing rate of 4 per cent.