



**THE INCOME TAX (FRINGE BENEFIT TAX, INTEREST ON
LOANS) REGULATIONS 1985**

DAVID BEATTIE, Governor-General

ORDER IN COUNCIL

At the Government Buildings at Wellington this 25th day
of March 1985

Present:

THE HON. R. O. DOUGLAS PRESIDING IN COUNCIL

PURSUANT to section 336w of the Income Tax Act 1976, His Excellency the Governor-General, acting by and with the advice and consent of the Executive Council, hereby makes the following regulations.

REGULATIONS

1. Title and commencement—(1) These regulations may be cited as the Income Tax (Fringe Benefit Tax, Interest on Loans) Regulations 1985.

(2) These regulations shall come into force on the 1st day of April 1985.

2. Rates of interest—(1) Pursuant to section 336w (1) (a) and (2) of the Income Tax Act 1976 it is hereby declared that the prescribed rate of interest which is to apply to employment related loans shall, for the period of 12 consecutive months commencing on the 1st day of April 1985 and for every subsequent period of 12 consecutive months commencing on the 1st day of April, be 14 percent.

(2) Pursuant to section 336w (1) (b) of the Income Tax Act 1976 it is hereby declared that the rates of interest, being the non-concessionary rates of interest, for the periods of 12 consecutive months ending on the 31st day of March in each of the years 1986 to 1985 shall be the rates specified in the Schedule to these regulations.

SCHEDULE

Reg. 2 (2)

NON CONCESSIONARY RATES OF INTEREST

Period of 12 consecutive months ending on 31st day of March in the year:				Rate of Interest. Percent
1956	..	..	..	4.75
1957	..	..	..	4.75
1958	..	..	..	4.75
1959	..	..	..	4.75
1960	..	..	..	4.50
1961	..	..	..	4.50
1962	..	..	..	4.75
1963	..	..	..	5.0
1964	..	..	..	5.25
1965	..	..	..	5.25
1966	..	..	..	5.75
1967	..	..	..	6.0
1968	..	..	..	6.25
1969	..	..	..	6.50
1970	..	..	..	6.50
1971	..	..	..	6.50
1972	..	..	..	7.0
1973	..	..	..	7.0
1974	..	..	..	7.0
1975	..	..	..	7.25
1976	..	..	..	7.25
1977	..	..	..	9.50
1978	..	..	..	10.0
1979	..	..	..	10.50
1980	..	..	..	11.25
1981	..	..	..	12.75
1982	..	..	..	14.25
1983	..	..	..	15.25
1984	..	..	..	14.50
1985	..	..	..	14.0

P. G. MILLEN,
Clerk of the Executive Council.

EXPLANATORY NOTE

This note is not part of the regulations, but is intended to indicate their general effect.

These regulations set out the rate of interest which is to apply to employment related loans for the period of 12 consecutive months commencing on 1 April 1985 and for every subsequent period of 12 consecutive months commencing on 1 April.

They also set out the non-concessionary rates of interest for the periods of 12 consecutive months ending on 31 March in each of the years 1956 to 1985.

Issued under the authority of the Regulations Act 1936.

Date of notification in *Gazette*: 28 March 1985.

These regulations are administered in the Inland Revenue Department.