



Adjustments for living expenses for the calendar year 2023 – hotels and guesthouses

(a) **Proprietors and proprietary directors/proprietary employees (i.e. those controlling directly or indirectly more than 15% of the shares in the employing company)**

As schedule enclosed.

(b) **Employees**

The rates are:

- **Employed managers (other than proprietary managers):**

Accommodation	£30 per week or part of a week
Food	£30 per week or part of a week

Where food and accommodation are provided for a manager's spouse and/or dependants, the benefit applies to the first additional person only.

- **Other employees:**

Accommodation	£30 per week or part of a week
Food	£30 per week or part of a week

No account is taken of food provided for a spouse or dependants so long as they are not also employees.

The rates for accommodation for employees are covered by the Income Tax (Guernsey) (Valuation of Benefits in Kind) Regulations 2010 (as amended by the 2013, 2016, 2019 and 2022 Regulations).

Small guesthouses – calendar year 2023

The limit of takings for small guesthouses where the proprietor accepts a 40% profit basis (65% if bed and breakfast only is provided) remains at £15,000 for 2023.

Motor vehicles – Annual Allowances – calendar year 2022

The limit of expenditure to be taken into account for motor vehicles used for both business purposes and private purposes is £30,800 in respect of a motor vehicle purchased on or after 1st January 2022.

**Standard scale of living expenses for hotel and guesthouse proprietors,
proprietary directors/proprietary employees and their dependants
for the calendar year 2023**

Accommodation and food

Category of hotel or guesthouse as determined by the States of Guernsey Commerce & Employment Department	Individuals other than children		Children of an age at 31.12.23 *			
	Single Person	Married Couples	up to 1 year	between 1-4 years	between 5-16 years	17 years & over & still in formal education
3, 4 & 5 Star	£5,440	£9,090	NIL	£860	£2,440	£3,590
1 & 2 Star	£4,730	£7,910	NIL	£860	£2,120	£3,150

* Where there is more than one child, the amount will be reduced as follows:

For the second eldest child, by 10%

For the third eldest child, by 15%

For the fourth eldest or subsequent child, by 20%

In the case of an establishment in Alderney:

- a guesthouse is treated as if it is a 1 or 2 Star guesthouse in Guernsey,
- a hotel is treated as if it is a 1 or 2 Star hotel in Guernsey (unless special arrangements for alternative treatment have been made with the Director).

For hotel and guesthouse proprietors only:

Where the establishment is open only for part of a year but the accounts are prepared for the full year, the scale charge will be increased by 10%.

Guernsey Revenue Service

9 February 2023