

**STATES OF DELIBERATION**8<sup>th</sup> December 2010**Billet d'État No. XXV  
Article No. 1****AMENDMENT****Treasury and Resources Department****Budget for 2011**

Proposed by: Deputy J A B Gollop  
 Seconded by: Deputy R R Matthews

## 1. In Proposition 5, for

"Beer brewed by an independent small brewery	39p per litre
Other beer	61p per litre
Spirits not exceeding 5.5 per cent volume	53p per litre
Spirits exceeding 5.5 per cent volume but not exceeding 25.0 per cent volume	£7.53 per litre
Spirits exceeding 25.0 per cent volume but not exceeding 50.0 per cent volume	£10.01 per litre
Spirits exceeding 50.0 per cent volume	In the extra proportion to 50.0 per cent volume
Cider produced by an independent small cider-maker	39p per litre
Other cider	61p per litre
Light wines not exceeding 5.5 per cent volume	46p per litre
Light wines not exceeding 5.5 per cent volume but not exceeding 15 per cent volume (including sparkling wines)	£1.85 per litre
Other wines	£2.96 per litre

## substitute

Beer brewed by an independent small brewery	41p per litre
Other beer	63p per litre
Spirits not exceeding 5.5 per cent volume	55p per litre
Spirits exceeding 5.5 per cent volume but not exceeding 25.0 per cent volume	£7.79 per litre
Spirits exceeding 25.0 per cent volume but not exceeding 50.0 per cent volume	£10.35 per litre
Spirits exceeding 50.0 per cent volume	In the extra proportion to 50.0 per cent volume
Cider produced by an independent small cider-maker	41p per litre
Other cider	63p per litre

Light wines not exceeding 5.5 per cent volume	47p per litre
Light wines not exceeding 5.5 per cent volume but not exceeding 15 per cent volume (including sparkling wines)	£1.92 per litre
Other wines	£3.06 per litre”

2. In Proposition 6 immediately after “The Excise Duties (Budget) Ordinance 2010” insert “, subject to the following amendments, that is to say for:

“Beer brewed by an independent small brewery	39p per litre
Other beer	61p per litre
Spirits not exceeding 5.5 per cent volume	53p per litre
Spirits exceeding 5.5 per cent volume but not exceeding 25.0 per cent volume	£7.53 per litre
Spirits exceeding 25.0 per cent volume but not exceeding 50.0 per cent volume	£10.01 per litre
Spirits exceeding 50.0 per cent volume	In the extra proportion to 50.0 per cent volume
Cider produced by an independent small cider-maker	39p per litre
Other cider	61p per litre
Light wines not exceeding 5.5 per cent volume	46p per litre
Light wines not exceeding 5.5 per cent volume but not exceeding 15 per cent volume (including sparkling wines)	£1.85 per litre
Other wines	£2.96 per litre”

substitute

“Beer brewed by an independent small brewery	41p per litre
Other beer	63p per litre
Spirits not exceeding 5.5 per cent volume	55p per litre
Spirits exceeding 5.5 per cent volume but not exceeding 25.0 per cent volume	£7.79 per litre
Spirits exceeding 25.0 per cent volume but not exceeding 50.0 per cent volume	£10.35 per litre
Spirits exceeding 50.0 per cent volume	In the extra proportion to 50.0 per cent volume
Cider produced by an independent small cider-maker	41p per litre
Other cider	63p per litre
Light wines not exceeding 5.5 per cent volume	47p per litre
Light wines not exceeding 5.5 per cent volume but not exceeding 15 per cent volume (including sparkling wines)	£1.92 per litre
Other wines	£3.06 per litre”

3. To insert a further proposition numbered 6A as follows:

“6A. To authorise the Treasury and Resources Department to increase the 2011 budget of the Health and Social Services Department by a maximum of £350,000 to fund health improvement measures once a detailed business case has been approved by the Treasury and Resources Department; and in consequence to modify the States’ Resolution 1 of 15<sup>th</sup> July 2009 on Billet d’État XVIII/2009 by inserting at the end of the words “; except that in 2011 the real term freeze on aggregate States revenue expenditure is relaxed by the maximum of £350,000 referred to in Resolution 6A on Article I of Billet d’État XXV/2010””.

#### INFORMATION INCORPORATED PURSUANT TO RULE 15(2)(a)

If this amendment is carried the resulting Proposition 6A may have the effect of increasing revenue expenditure in 2011

- (i) by up to £350,000;
- (ii) which could be funded by raising additional revenue through the amendments to Propositions 5 and 6;
- (iii) and that would be contrary to the Fiscal and Economic Policy Plan objective of a “real term freeze on aggregate States revenue expenditure”, which the Proposition accordingly relaxes.

**STATES OF DELIBERATION**

**8<sup>th</sup> December, 2010**

**Billet d'État No. XXV  
Article No. I**

**AMENDMENT**

Proposed by: Deputy A H Brouard  
Seconded by: Deputy S J Ogier

**Treasury and Resources Department – Budget 2011**

1. In proposition I.7 to delete the words “as set out in paragraph 4.17 of this Report” and to substitute therefor “uniformly increased by 6.5% in respect of domestic, commercial and land tariffs”.
2. In proposition I.8 to insert immediately following “Ordinance, 2010” the words “, but subject to the substitution in the Schedule thereto for Table (A) (Guernsey Real Property – Guernsey Buildings and Guernsey Land) and Table (B) (Alderney Real Property – Alderney Buildings) of the following Tables:

**TABLE (A)**  
**GUERNSEY REAL PROPERTY**  
**GUERNSEY BUILDINGS**

1 Property Reference	2 Property Description/Usage	3 Tariff Reference	4 Tariff
B1.1	Domestic (whole unit) Local Market	C	67p
B1.2	Domestic (flat) Local Market	C	67p
B1.3	Domestic (glasshouse) Local Market	C	5p
B1.4	Domestic (outbuildings) Local Market	C	33p
B2.1	Domestic (whole unit) Open Market	D	67p
B2.2	Domestic (flat) Open Market	D	67p
B2.3	Domestic (glasshouse) Open Market	D	5p
B2.4	Domestic (outbuildings) Open Market	D	33p
B3.1	Domestic (whole unit) Social Housing	F	Zero
B3.2	Domestic (flat) Social Housing	F	Zero
B3.3	Domestic (glasshouse) Social Housing	F	Zero
B3.4	Domestic (outbuildings) Social Housing	F	Zero
B4.1	Hostelry and food outlets	H	£4.21
B4.2	Self-catering accommodation	H	£2.60
B4.3	Motor and marine trade	E	£3.56
B4.4	Retail	E	£7.76
B4.5	Warehousing	E	£3.83
B4.6	Industrial and workshop	E	£3.07
B4.7	Recreational and sporting premises	E	£1.78
B5.1	Utilities providers	H	£30.03
B6.1	Office and ancillary accommodation (regulated finance industries)	E	£28.03
B6.2	Office and ancillary accommodation (other than regulated finance industries)	E	£9.35
B7.1	Horticulture (building other than a glasshouse)	C	5p
B8.1	Horticulture (glasshouse)	A	5p
B9.1	Agriculture	C	5p
B10.1	Publicly owned non-domestic	F	Zero
B11.1	Exempt (Buildings)	F	Zero
B12.1	Buildings – Penal Rate	G	Zero

**TABLE (A)**  
**GUERNSEY REAL PROPERTY**

**GUERNSEY LAND**

1 Property Reference	2 Property Description/Usage	3 Tariff Reference	4 Tariff
L1.1	Communal (flat) Local Market	E	11p
L1.2	Communal (flat) Open Market	E	11p
L1.3	Hostelry and food outlets	E	22p
L1.4	Self-catering accommodation	E	22p
L1.5	Motor and marine trade	E	22p
L1.6	Retail	E	22p
L1.7	Warehousing	E	22p
L1.8	Industrial	E	22p
L1.9	Recreational and sporting premises	E	22p
L1.10	Office and ancillary accommodation (regulated finance industries)	E	80p
L1.11	Office and ancillary accommodation (other than regulated finance industries)	E	27p
L1.12	Utilities providers	E	22p
L2.1	Approved development site	E	80p
L3.1	Domestic Local Market	A	11p
L3.2	Domestic Open Market	A	11p
L3.3	Horticulture	A	11p
L3.4	Agriculture	A	11p
L3.5	Domestic Social Housing	F	Zero
L3.6	Publicly owned non-domestic	F	Zero
L4.1	Exempt (Land)	F	Zero
L5.1	Land – Penal Rate	G	Zero

**TABLE (B)**  
**ALDERNEY REAL PROPERTY**  
**ALDERNEY BUILDINGS**

1 Property Reference	2 Property Description/Usage	3 Tariff Reference	4 Tariff
B1.1A	Domestic (whole unit)	C	67p
B1.2A	Domestic (flat)	C	67p
B1.3A	Domestic (glasshouse)	C	5p
B1.4A	Domestic (outbuildings)	C	33p
B2.1A	Domestic (whole unit) Social Housing	F	Zero
B2.2A	Domestic (flat) Social Housing	F	Zero
B2.3A	Domestic (glasshouse) Social Housing	F	Zero
B2.4A	Domestic (outbuildings) Social Housing	F	Zero
B3.1A	Hostelry and food outlets	H	£4.21
B3.2A	Self-catering accommodation	H	£2.60
B3.3A	Motor and marine trade	E	£3.56
B3.4A	Retail	E	£7.76
B3.5A	Warehousing	E	£3.83
B3.6A	Industrial and workshop	E	£3.07
B3.7A	Recreational and sporting premises	E	£1.78
B4.1A	Utilities providers	H	£30.03
B5.1A	Office and ancillary accommodation (regulated finance industries)	E	£28.03
B5.2A	Office and ancillary accommodation (other than regulated finance industries)	E	£9.35
B6.1A	Horticulture (building other than a glasshouse)	C	5p
B7.1A	Horticulture (glasshouse)	A	5p
B8.1A	Agriculture	C	5p
B9.1A	Publicly owned non-domestic	F	Zero
B10.1A	Exempt (Buildings)	F	Zero
B11.1A	Buildings – Penal Rate	G	Zero

”

### Explanatory note

The purpose of this amendment is to equalise the rates of increase in TRP tariffs at 6.5% for both domestic and business, whilst still raising the same amount as under the Department's proposals to increase domestic TRP tariffs by 20% and commercial and land TRP tariffs by only 3.5%.

The draft Ordinance relating to the increased rates of Property Tax is set out on pages 35-41 of the Budget Report and this amendment proposes substituting the Tables on pages 36, 37 and 38, the other pages remaining unaltered.

**STATES OF DELIBERATION**

**8<sup>th</sup> December, 2010**

**Billet d'État No. XXV  
Article No. I**

**AMENDMENT**

Proposed by: Deputy D de G De Lisle  
Seconded by: Deputy A H Brouard

**Treasury and Resources Department - Budget 2011**

To insert a new proposition between Propositions I.8 and I.9:

- “8A. To direct the Treasury and Resources Department to include as part of its proposals for further amendment to the Taxation of Real Property (Guernsey and Alderney) Ordinance, 2007, as amended, in relation to the Budget for 2012 a revision to the definition of "**outbuildings**" in paragraph 1 of Part III of Schedule 1 to that Ordinance so that immediately after "dwelling house" there shall be inserted ", whether or not attached to the dwelling house,"."

**EXPLANATORY NOTE**

Under the Taxation of Real Property (Guernsey and Alderney) Ordinance, 2007, as amended, the tariff applicable in respect of a building which is an outbuilding differs depending only on whether or not the building is attached to the dwelling house which it serves. At present, the owner of a dwelling house to which a barn is attached will be charged tax at the domestic tariff on the whole of the relevant area of both buildings whereas the owner of an equivalently sized dwelling house to which an equivalently sized barn is not attached will be charged the domestic tariff on the relevant area of the dwelling house and the domestic outbuildings tariff, which is half that of the domestic tariff, on the relevant area of the barn.

The purpose of the amendment is to ensure that from 2012 the tariff applicable in respect of domestic outbuildings under the Taxation of Real Property Ordinance is the same irrespective of whether or not the outbuildings are attached to associated dwelling houses. By providing a lead-in period of 12 months, the Treasury and Resources Department will have sufficient time to re-assess the dwelling houses affected.



**STATES OF DELIBERATION**

**8<sup>th</sup> December, 2010**

**Billet d'État No. XXV**

**AMENDMENT**

Proposed by: Deputy M H Dorey  
Seconded by: Deputy A H Brouard

**Treasury and Resources Department**  
**2011 Budget**

1. To insert at the end of the words in Proposition I.9: “; and that any additional formula-led expenditure which is greater than estimated will be funded
  - (a) if possible from the Budget Reserve,
  - (b) failing which, if it is not possible to balance States spending within the overall cash limit envelope then, notwithstanding that the Fiscal and Economic Plan objective of “real terms freeze on aggregate States revenue expenditure” will be breached, by an additional transfer from the Contingency Reserve (Tax Strategy)”.
2. To insert between Propositions I.9 and I.10:
  - “ 9A. To note, notwithstanding paragraph 5.4 of the 2011 Budget Report, that the grant from General Revenue to the Guernsey Insurance and Health Service Funds are statutory percentages (15% & 12%) of actual contributions collected, which will vary from the estimate; that the remainder of the Social Security Department’s formula led expenditure is for Non-Contributory benefits, the rates of which are also statutory, to ensure that the most vulnerable sectors of our community who are least able to sustain financial hardship are not exposed to the risk of poverty or social exclusion; that these benefits will vary from any estimate because of economic circumstances; and that the Department is responsible for ensuring that all Islanders are aware of the benefits they are entitled to claim .”.

**Explanatory note**

The purpose of this amendment is to formally record the means by which any formula led expenditure above the estimated amount will be funded.