

STATES OF DELIBERATION

26th November, 2008

**Billet d'État No. XIV
Article No. II**

AMENDMENT

Proposed by: Deputy M Hadley
Seconded by:

**Treasury and Resources Department
Budget for 2009**

1. To insert at the end of Proposition 3 –

"but, subject to the removal from the Revenue Expenditure Budget for the Department of the £900,000 grant for Guernsey Finance LBG";

2. To insert at the end of Proposition 7 –

"but, subject to an increase in the Total Revenue Expenditure Budget for the Department of £900,000 to be applied in such manner as the Department thinks fit for the purpose of enhancing health services provided for those suffering from disability and/or children."

STATES OF DELIBERATION

26th November, 2008

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

AMENDMENT

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

**Treasury and Resources Department
Budget for 2009**

To insert at the end of the words in Proposition 11 (page 62 of the beige Budget Report):

“, subject to the following modifications –

1. for the title to the draft Ordinance and in clause 4 thereof (page 53 of the beige Budget Report) for "Property Tax (Rates) (Guernsey and Alderney) Ordinance, 2008" substitute "Taxation of Real Property (Guernsey and Alderney) (Amendment) Ordinance, 2008"; and
2. immediately after clause 1 of the draft Ordinance insert –

"Amendment of Schedule 1 to the Taxation of Real Property (Guernsey and Alderney) Ordinance, 2007.

- 1A.** In the definition of "**outbuildings**" in paragraph 1 of Part III of Schedule 1 to the Taxation of Real Property (Guernsey and Alderney) Ordinance, 2007, immediately after "dwelling house" insert ", whether or not attached to the dwelling house,".

EXPLANATORY NOTE

Under the Taxation of Real Property (Guernsey and Alderney) Ordinance, 2007 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. Thus, for example, the owner of a dwelling house to which a barn is attached will be charged tax at the domestic tariff of 57p, (the rate proposed for 2009 - see page 54 of the beige Budget Report) on the whole of the relevant area of both buildings. However the owner of an equivalently sized dwelling house to which an equivalently sized barn is not attached will be charged the domestic tariff of 57p on the relevant area of the dwelling house and the domestic outbuildings tariff of 28p, (rate as proposed for 2009 - see page 54 of the beige Budget Report) on the relevant area of the barn.

The purpose of the amendment is to ensure that 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.

STATES OF DELIBERATION

26th November, 2008

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

AMENDMENT

Proposed by: Alderney Representative R G Willmott

Seconded by: Alderney Representative W Walden

**Treasury and Resources Department
Budget for 2009**

To insert at the end of the words in Proposition 11 (page 62 of the beige Budget Report):

“, subject to the modification that the proposed tariff for retail property in Alderney shall be £3.59”.

EXPLANATORY NOTE

The purpose of the amendment is to give recognition to the fact that businesses in Alderney, and in particular retail businesses, operate at materially different levels of activity and profitability than their Guernsey counterparts and therefore to provide some measure of relief to such businesses by linking the tariff for retail property in Alderney under the Taxation of Property Ordinance to that applicable to hostelry and food outlets.

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26th November, 2008

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

AMENDMENT

Proposed by: Alderney Representative R G Willmott

Seconded by: Alderney Representative W Walden

**Treasury and Resources Department
Budget for 2009**

To insert at the end of the words in Proposition 11 (page 62 of the beige Budget Report):

“, (*and*) subject to the (*further*) modification that the proposed tariff for office and ancillary accommodation (other than regulated finance industry) in Alderney shall be £3.59”.

Note: the italicised words in brackets to be included if the earlier amendment dealing with the tariff for retail property is approved.

EXPLANATORY NOTE

The purpose of the amendment is to give recognition to the fact that businesses in Alderney operate at materially different levels of activity and profitability than their Guernsey counterparts and to therefore provide some measure of relief to such businesses by linking the tariff for office and ancillary accommodation in Alderney under the Taxation of Property Ordinance to that applicable to hostelry and food outlets.

STATES OF DELIBERATION

26th November, 2008

Billet d'État No. XIV

Article No. I

AMENDMENT

Proposed by: Deputy J M Le Sauvage

Seconded by:

Treasury and Resources Department

Budget for 2009

To add a further proposition after Proposition 14 as follows:

“15. To direct Treasury and Resources Department to consult with the Commerce and Employment Department with a view to reporting back to the States as soon as possible (and in any event before the end of May 2009), with proposals for providing for all, or a substantial part, of the future funding of Guernsey Finance LGB from sources other than from States Revenues”.

EXPLANATORY NOTE

Funding for Guernsey Finance LGB has been provided effectively from income tax receipts and has increased from £605,000 for the year 2008 to £900,000 proposed for 2009. As the organisation is working for the benefit of financial and related institutions in the Bailiwick, the intention of the amendment is to give the States the opportunity to consider proposals for funding Guernsey Finance from sources other than from States Revenues alone.