

THE STATES OF DELIBERATION
of the
ISLAND OF GUERNSEY

15th November, 2016

Proposition No. P.2016/48

AMENDMENT

Proposed by: Deputy E A Yerby
Seconded by: Deputy S L Langlois

Policy & Resources Committee

The Policy & Resource Plan – Phase One

To insert at the end of the words in Proposition 1:

" , but subject to the insertion of the words:

"through an appropriate combination of reductions in expenditure and revenue-raising measures"

immediately following the words "Identified deficits will be addressed within five years of their appearance" in the second line of the part entitled '4. Clear limitations on acceptable temporary deficits' on page 5 and in the third bullet point of paragraph 8.2 on page 9 of Appendix Two;

and to the insertion of the words:

"until an appropriate combination of measures to remedy the deficit has been agreed"

immediately following the words "so as not to grow in real terms at the aggregate level", in the fourth line of the part entitled '4. Clear limitations on acceptable temporary deficits' on page 5 and in the fifth bullet point of paragraph 8.2 on page 9 of Appendix Two."

Explanatory Note

This amendment revises the Fiscal Framework rules in respect of government deficits to read as follows:

"Identified deficits will be addressed within five years of their appearance **through**

an appropriate combination of reductions in expenditure and revenue-raising measures”

“During any period of deficit, expenditure on public services must be limited so as not to grow in real terms at the aggregate level **until an appropriate combination of measures to remedy the deficit has been agreed**”