









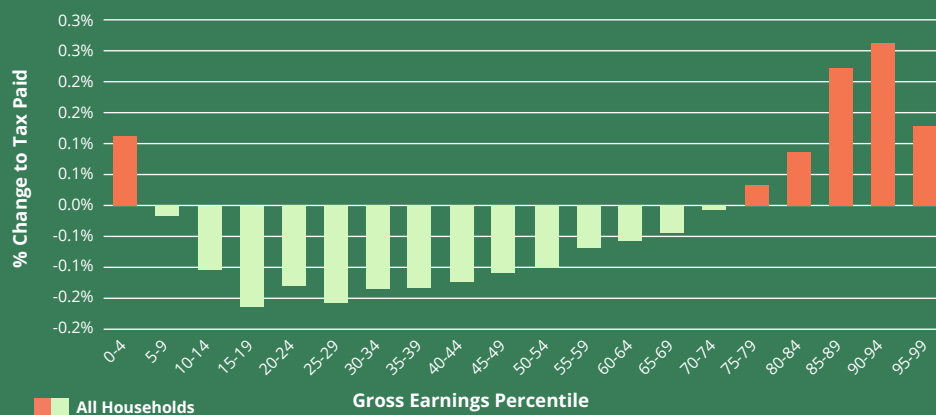


# 2024 BUDGET ON A PAGE

## RAISING REVENUE

 <p>Threshold for withdrawal of personal tax allowances reduced to £80,000</p>	 <p>20% increase in commercial car parking buildings TRP tariffs</p>	 <p>5 times the current rate for commercial parking land TRP tariffs</p>
 <p>Increasing tax caps to £160,000 (for non-Guernsey income) and £320,000 (for worldwide income)</p>	 <p>New TRP tariff for unoccupied properties and derelict glasshouses at 5 times the standard tariff</p>	 <p>5.9% increase in alcohol duty</p>
 <p>7.5% increase in commercial TRP tariffs</p>	 <p>Average 17% increase in domestic TRP with smaller increases for smaller properties and higher for larger properties</p>	 <p>3.9% increase in motor fuel duty</p>
		 <p>8.9% increase in tobacco duty</p>

## CHANGE IN TAX & CONTRIBUTIONS AS % OF GROSS INCOME



## MITIGATING THE INCREASED COST OF LIVING

- 7% rise in Personal Income Tax Allowances, increasing by £875 to £13,900
- Freezing the phased withdrawal of mortgage interest relief at £3,500

## PUBLIC SPENDING

- Above inflation increase in expenditure limited to 1% following savings challenge to all Committees
- Savings in some areas not sufficient to offset inflation and growing cost pressures
- Significant challenges for Health & Social Care to deliver within budget due to rising demand
- Trading Assets (Ports, Waste, Dairy) funding requirement from General Reserve is estimated at £5m

- 'Deficit': This is when expenditure is more than revenues raised.
- 'Structural deficit': when long-term expenditure is more than average revenues highlighting long-term sustainability.

## SURPLUS / DEFICIT

### General Revenue

- General Revenue surplus before depreciation is budgeted at £24m (2023 budget £33m)
- This reduces to a budgeted deficit of (£13m) after depreciation

### Total States of Guernsey including Social Security funds

- Overall Surplus of £36m is budgeted, which is a **deficit of (£53m)** if investment returns (which are capital appreciation) are removed
- Once cyclical factors are adjusted, this equates to an overall forecast **structural deficit** of (£64m) in 2024