

STATES OF DELIBERATION

29th October, 2014

Billet d'État No. XXII

AMENDMENT

Proposed by: Deputy Laurie B Queripel

Seconded by: Deputy D B Jones

Treasury and Resources Department **States of Guernsey Budget 2015**

1. In proposition 9 to insert at the end of the words “, but only in the cases of utilities providers, and office and ancillary accommodation (regulated finance industries (buildings and land in each case))”.
2. In proposition 10 to insert immediately following “Ordinance, 2014” 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) (on pages 62 to 64) of the following Tables:

TABLE (A)
GUERNSEY REAL PROPERTY
GUERNSEY BUILDINGS

| 1 Property Reference | 2 Property Description/Usage | 3 Tariff |
|----------------------------|--|-------------|
| B1.1 | Domestic (whole unit) Local Market | 99p |
| B1.2 | Domestic (flat) Local Market | 99p |
| B1.3 | Domestic (glasshouse) Local Market | 5p |
| B1.4 | Domestic (outbuildings) Local Market | 49p |
| B1.5 | Domestic (garaging and parking) (non-owner-occupied) Local Market | 99p |
| B2.1 | Domestic (whole unit) Open Market | 99p |
| B2.2 | Domestic (flat) Open Market | 99p |
| B2.3 | Domestic (glasshouse) Open Market | 5p |
| B2.4 | Domestic (outbuildings) Open Market | 49p |
| B2.5 | Domestic (garaging and parking) (non-owner-occupied) Open Market | 99p |
| B3.1 | Domestic (whole unit) Social Housing | Zero |
| B3.2 | Domestic (flat) Social Housing | Zero |
| B3.3 | Domestic (glasshouse) Social Housing | Zero |
| B3.4 | Domestic (outbuildings) Social Housing | Zero |
| B3.5 | Domestic (garaging and parking) (non-owner-occupied) Social Housing | Zero |
| B4.1 | Hostelry and food outlets | £4.55 |
| B4.2 | Self-catering accommodation | £2.85 |
| B4.3 | Motor and marine trade | £3.85 |
| B4.4 | Retail | £8.45 |
| B4.5 | Warehousing | £4.15 |
| B4.6 | Industrial and workshop | £3.30 |
| B4.7 | Recreational and sporting premises | £1.95 |
| B4.8 | Garaging and parking (non-domestic) | £4.15 |
| B5.1 | Utilities providers | £35.75 |
| B6.1 | Office and ancillary accommodation (regulated finance industries) | £33.40 |
| B6.2 | Office and ancillary accommodation (other than regulated finance industries) | £10.15 |
| B7.1 | Horticulture (building other than a glasshouse) | 5p |
| B8.1 | Horticulture (glasshouse) | 5p |
| B9.1 | Agriculture | 5p |
| B10.1 | Publicly owned non-domestic | Zero |
| B11.1 | Exempt (Buildings) | Zero |
| B12.1 | Buildings – Penal Rate | Zero |
| B13.1 | Development buildings (domestic) | 49p |
| B13.2 | Development buildings (non-domestic) | £4.30 |

GUERNSEY LAND

| 1 Property Reference | 2 Property Description/Usage | 3 Tariff |
|----------------------------|--|-------------|
| L1.1 | Communal (flat) Local Market | 13p |
| L1.2 | Communal (flat) Open Market | 13p |
| L1.3 | Hostelry and food outlets | 25p |
| L1.4 | Self-catering accommodation | 25p |
| L1.5 | Motor and marine trade | 25p |
| L1.6 | Retail | 25p |
| L1.7 | Warehousing | 25p |
| L1.8 | Industrial | 25p |
| L1.9 | Recreational and sporting premises | 25p |
| L1.10 | Office and ancillary accommodation (regulated finance industries) | 99p |
| L1.11 | Office and ancillary accommodation (other than regulated finance industries) | 29p |
| L1.12 | Utilities providers | 30p |
| L2.1 | Approved development site | 86p |
| L3.1 | Domestic Local Market | 13p |
| L3.2 | Domestic Open Market | 13p |
| L3.3 | Horticulture | 13p |
| L3.4 | Agriculture | 13p |
| L3.5 | Domestic Social Housing | Zero |
| L3.6 | Publicly owned non-domestic | Zero |
| L4.1 | Exempt (Land) | Zero |
| L5.1 | Land – Penal Rate | Zero |
| L6.1 | Garaging and parking (non-domestic) | 25p |

TABLE (B)
ALDERNEY REAL PROPERTY

ALDERNEY BUILDINGS

| 1 Property Reference | 2 Property Description/Usage | 3 Tariff |
|----------------------------|--|-------------|
| B1.1A | Domestic (whole unit) | 99p |
| B1.2A | Domestic (flat) | 99p |
| B1.3A | Domestic (glasshouse) | 5p |
| B1.4A | Domestic (outbuildings) | 49p |
| B1.5A | Domestic (garaging and parking) (non-owner-occupied) | 99p |
| B3.1A | Domestic (whole unit) Social Housing | Zero |

| | | |
|--------|--|--------|
| B3.2A | Domestic (flat) Social Housing | Zero |
| B3.3A | Domestic (glasshouse) Social Housing | Zero |
| B3.4A | Domestic (outbuildings) Social Housing | Zero |
| B3.5A | Domestic (garaging and parking) (non-owner-occupied) Social Housing | Zero |
| B4.1A | Hostelry and food outlets | £4.55 |
| B4.2A | Self-catering accommodation | £2.85 |
| B4.3A | Motor and marine trade | £3.85 |
| B4.4A | Retail | £8.45 |
| B4.5A | Warehousing | £4.15 |
| B4.6A | Industrial and workshop | £3.30 |
| B4.7A | Recreational and sporting premises | £1.95 |
| B4.8A | Garaging and parking (non-domestic) | £4.15 |
| B5.1A | Utilities providers | £35.75 |
| B6.1A | Office and ancillary accommodation (regulated finance industries) | £33.40 |
| B6.2A | Office and ancillary accommodation (other than regulated finance industries) | £10.15 |
| B7.1A | Horticulture (building other than a glasshouse) | 5p |
| B8.1A | Horticulture (glasshouse) | 5p |
| B9.1A | Agriculture | 5p |
| B10.1A | Publicly owned non-domestic | Zero |
| B11.1A | Exempt (Buildings) | Zero |
| B12.1A | Buildings – Penal Rate | Zero |
| B13.1A | Development building (domestic) | 49p |
| B13.2A | Development building (non-domestic) | £4.30 |

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Explanatory note

The purpose of this amendment is to freeze TRP for households, retail, commercial/industrial premises etc. The estimated loss of revenue occasioned by this amendment would be £1,125,000 in 2015.

STATES OF DELIBERATION

29th October, 2014

Billet d'État No. XXII

AMENDMENT

Proposed by: Deputy D B Jones

Seconded by: Deputy Laurie B Queripel

Treasury and Resources Department **States of Guernsey Budget 2015**

1. In proposition 9 to insert at the end of the words: ““, except that in the case of domestic and land tariffs no increase shall be applied and the TRP rates per unit shall be the same in 2015 as they are in 2014”.
2. In proposition 10 to insert immediately following “Ordinance, 2014”” 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) (on pages 62 to 64) of the following Tables:

TABLE (A)
GUERNSEY REAL PROPERTY
GUERNSEY BUILDINGS

| 1 Property Reference | 2 Property Description/Usage | 3 Tariff |
|----------------------------|--|-------------|
| B1.1 | Domestic (whole unit) Local Market | 99p |
| B1.2 | Domestic (flat) Local Market | 99p |
| B1.3 | Domestic (glasshouse) Local Market | 5p |
| B1.4 | Domestic (outbuildings) Local Market | 49p |
| B1.5 | Domestic (garaging and parking) (non-owner-occupied) Local Market | 99p |
| B2.1 | Domestic (whole unit) Open Market | 99p |
| B2.2 | Domestic (flat) Open Market | 99p |
| B2.3 | Domestic (glasshouse) Open Market | 5p |
| B2.4 | Domestic (outbuildings) Open Market | 49p |
| B2.5 | Domestic (garaging and parking) (non-owner-occupied) Open Market | 99p |
| B3.1 | Domestic (whole unit) Social Housing | Zero |
| B3.2 | Domestic (flat) Social Housing | Zero |
| B3.3 | Domestic (glasshouse) Social Housing | Zero |
| B3.4 | Domestic (outbuildings) Social Housing | Zero |
| B3.5 | Domestic (garaging and parking) (non-owner-occupied) Social Housing | Zero |
| B4.1 | Hostelry and food outlets | £5.00 |
| B4.2 | Self-catering accommodation | £3.15 |
| B4.3 | Motor and marine trade | £4.25 |
| B4.4 | Retail | £8.85 |
| B4.5 | Warehousing | £4.55 |
| B4.6 | Industrial and workshop | £3.65 |
| B4.7 | Recreational and sporting premises | £2.15 |
| B4.8 | Garaging and parking (non-domestic) | £4.55 |
| B5.1 | Utilities providers | £35.75 |
| B6.1 | Office and ancillary accommodation (regulated finance industries) | £33.40 |
| B6.2 | Office and ancillary accommodation (other than regulated finance industries) | £11.15 |
| B7.1 | Horticulture (building other than a glasshouse) | 5p |
| B8.1 | Horticulture (glasshouse) | 5p |
| B9.1 | Agriculture | 5p |
| B10.1 | Publicly owned non-domestic | Zero |
| B11.1 | Exempt (Buildings) | Zero |
| B12.1 | Buildings – Penal Rate | Zero |
| B13.1 | Development buildings (domestic) | 49p |
| B13.2 | Development buildings (non-domestic) | £4.75 |

GUERNSEY LAND

| 1 | 2 | 3 |
|---------------------------|--|---------------|
| Property Reference | Property Description/Usage | Tariff |
| L1.1 | Communal (flat) Local Market | 13p |
| L1.2 | Communal (flat) Open Market | 13p |
| L1.3 | Hostelry and food outlets | 25p |
| L1.4 | Self-catering accommodation | 25p |
| L1.5 | Motor and marine trade | 25p |
| L1.6 | Retail | 25p |
| L1.7 | Warehousing | 25p |
| L1.8 | Industrial | 25p |
| L1.9 | Recreational and sporting premises | 25p |
| L1.10 | Office and ancillary accommodation (regulated finance industries) | 86p |
| L1.11 | Office and ancillary accommodation (other than regulated finance industries) | 29p |
| L1.12 | Utilities providers | 25p |
| L2.1 | Approved development site | 86p |
| L3.1 | Domestic Local Market | 13p |
| L3.2 | Domestic Open Market | 13p |
| L3.3 | Horticulture | 13p |
| L3.4 | Agriculture | 13p |
| L3.5 | Domestic Social Housing | Zero |
| L3.6 | Publicly owned non-domestic | Zero |
| L4.1 | Exempt (Land) | Zero |
| L5.1 | Land – Penal Rate | Zero |
| L6.1 | Garaging and parking (non-domestic) | 25p |

TABLE (B)

ALDERNEY REAL PROPERTY

ALDERNEY BUILDINGS

| 1 | 2 | 3 |
|---------------------------|--|---------------|
| Property Reference | Property Description/Usage | Tariff |
| B1.1A | Domestic (whole unit) | 99p |
| B1.2A | Domestic (flat) | 99p |
| B1.3A | Domestic (glasshouse) | 5p |
| B1.4A | Domestic (outbuildings) | 49p |
| B1.5A | Domestic (garaging and parking) (non-owner-occupied) | 99p |
| B3.1A | Domestic (whole unit) Social Housing | Zero |

| | | |
|--------|--|--------|
| B3.2A | Domestic (flat) Social Housing | Zero |
| B3.3A | Domestic (glasshouse) Social Housing | Zero |
| B3.4A | Domestic (outbuildings) Social Housing | Zero |
| B3.5A | Domestic (garaging and parking) (non-owner-occupied) Social Housing | Zero |
| B4.1A | Hostelry and food outlets | £5.00 |
| B4.2A | Self-catering accommodation | £3.15 |
| B4.3A | Motor and marine trade | £4.25 |
| B4.4A | Retail | £8.85 |
| B4.5A | Warehousing | £4.55 |
| B4.6A | Industrial and workshop | £3.65 |
| B4.7A | Recreational and sporting premises | £2.15 |
| B4.8A | Garaging and parking (non-domestic) | £4.55 |
| B5.1A | Utilities providers | £35.75 |
| B6.1A | Office and ancillary accommodation (regulated finance industries) | £33.40 |
| B6.2A | Office and ancillary accommodation (other than regulated finance industries) | £11.15 |
| B7.1A | Horticulture (building other than a glasshouse) | 5p |
| B8.1A | Horticulture (glasshouse) | 5p |
| B9.1A | Agriculture | 5p |
| B10.1A | Publicly owned non-domestic | Zero |
| B11.1A | Exempt (Buildings) | Zero |
| B12.1A | Buildings – Penal Rate | Zero |
| B13.1A | Development building (domestic) | 57p |
| B13.2A | Development building (non-domestic) | £4.75 |

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Explanatory note

The purpose of this amendment is to freeze TRP for domestic buildings and land. The estimated loss of revenue occasioned by this amendment would be £650,000 in 2015.

TABLE (B)
ALDERNEY REAL PROPERTY

ALDERNEY BUILDINGS

| 1 Property Reference | 2 Property Description/Usage | 3 Tariff |
|----------------------------|--|-------------|
| B1.1A | Domestic (whole unit) | 99p |
| B1.2A | Domestic (flat) | 99p |
| B1.3A | Domestic (glasshouse) | 5p |
| B1.4A | Domestic (outbuildings) | 49p |
| B1.5A | Domestic (garaging and parking) (non-owner-occupied) | 99p |
| B3.1A | Domestic (whole unit) Social Housing | Zero |
| B3.2A | Domestic (flat) Social Housing | Zero |
| B3.3A | Domestic (glasshouse) Social Housing | Zero |
| B3.4A | Domestic (outbuildings) Social Housing | Zero |
| B3.5A | Domestic (garaging and parking) (non-owner-occupied) Social Housing | Zero |
| B4.1A | Hostelry and food outlets | £4.55 |
| B4.2A | Self-catering accommodation | £2.85 |
| B4.3A | Motor and marine trade | £3.85 |
| B4.4A | Retail | £8.45 |
| B4.5A | Warehousing | £4.15 |
| B4.6A | Industrial and workshop | £3.30 |
| B4.7A | Recreational and sporting premises | £1.95 |
| B4.8A | Garaging and parking (non-domestic) | £4.15 |
| B5.1A | Utilities providers | £32.50 |
| B6.1A | Office and ancillary accommodation (regulated finance industries) | £30.35 |
| B6.2A | Office and ancillary accommodation (other than regulated finance industries) | £10.15 |
| B7.1A | Horticulture (building other than a glasshouse) | 5p |
| B8.1A | Horticulture (glasshouse) | 5p |
| B9.1A | Agriculture | 5p |
| B10.1A | Publicly owned non-domestic | Zero |
| B11.1A | Exempt (Buildings) | Zero |
| B12.1A | Buildings – Penal Rate | Zero |
| B13.1A | Development building (domestic) | 49p |
| B13.2A | Development building (non-domestic) | £4.30 |

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Explanatory note

The purpose of this amendment is to exclude Alderney buildings from the proposed increases in TRP. Alderney's economy is very different from that of Guernsey with less ability to earn money because of significantly reduced footfall and higher costs on travel coupled with a skeletal flight pattern and higher fuel and electricity costs. Consequently business overheads are higher in Alderney and TRP increases of up to 15 per cent would be harsh and have an adverse effect on the economy. The draft Ordinance relating to the increased rates of Property Tax is set out on pages 61 - 67 of the Budget Report and this amendment proposes substituting the Table on page 64, the other pages remaining unaltered. The estimated loss of revenue occasioned by this amendment would be £75,000 in 2015.

TABLE (B)
ALDERNEY REAL PROPERTY

ALDERNEY BUILDINGS

| 1 Property Reference | 2 Property Description/Usage | 3 Tariff |
|---------------------------------------|--|---------------------------|
| B1.1A | Domestic (whole unit) | 99p |
| B1.2A | Domestic (flat) | 99p |
| B1.3A | Domestic (glasshouse) | 5p |
| B1.4A | Domestic (outbuildings) | 49p |
| B1.5A | Domestic (garaging and parking) (non-owner-occupied) | 99p |
| B3.1A | Domestic (whole unit) Social Housing | Zero |
| B3.2A | Domestic (flat) Social Housing | Zero |
| B3.3A | Domestic (glasshouse) Social Housing | Zero |
| B3.4A | Domestic (outbuildings) Social Housing | Zero |
| B3.5A | Domestic (garaging and parking) (non-owner-occupied) Social Housing | Zero |
| B4.1A | Hostelry and food outlets | £4.55 |
| B4.2A | Self-catering accommodation | £2.85 |
| B4.3A | Motor and marine trade | £3.85 |
| B4.4A | Retail | £8.45 |
| B4.5A | Warehousing | £4.15 |
| B4.6A | Industrial and workshop | £3.30 |
| B4.7A | Recreational and sporting premises | £1.95 |
| B4.8A | Garaging and parking (non-domestic) | £4.15 |
| B5.1A | Utilities providers | £32.50 |
| B6.1A | Office and ancillary accommodation (regulated finance industries) | £30.35 |
| B6.2A | Office and ancillary accommodation (other than regulated finance industries) | £10.15 |
| B7.1A | Horticulture (building other than a glasshouse) | 5p |
| B8.1A | Horticulture (glasshouse) | 5p |
| B9.1A | Agriculture | 5p |
| B10.1A | Publicly owned non-domestic | Zero |
| B11.1A | Exempt (Buildings) | Zero |
| B12.1A | Buildings – Penal Rate | Zero |
| B13.1A | Development building (domestic) | 49p |
| B13.2A | Development building (non-domestic) | £4.30 |

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Explanatory note

The purpose of this amendment is to exclude Alderney buildings from the proposed increases in TRP. Alderney's economy is very different from that of Guernsey with less ability to earn money because of significantly reduced footfall and higher costs on travel coupled with a skeletal flight pattern and higher fuel and electricity costs. Consequently business overheads are higher in Alderney and TRP increases of up to 15 per cent would be harsh and have an adverse effect on the economy. The draft Ordinance relating to the increased rates of Property Tax is set out on pages 61 - 67 of the Budget Report and this amendment proposes substituting the Table on page 64, the other pages remaining unaltered. The estimated loss of revenue occasioned by this amendment would be £75,000 in 2015.

TABLE (B)
ALDERNEY REAL PROPERTY

ALDERNEY BUILDINGS

| 1 Property Reference | 2 Property Description/Usage | 3 Tariff |
|----------------------------|--|-------------|
| B1.1A | Domestic (whole unit) | 99p |
| B1.2A | Domestic (flat) | 99p |
| B1.3A | Domestic (glasshouse) | 5p |
| B1.4A | Domestic (outbuildings) | 49p |
| B1.5A | Domestic (garaging and parking) (non-owner-occupied) | 99p |
| B3.1A | Domestic (whole unit) Social Housing | Zero |
| B3.2A | Domestic (flat) Social Housing | Zero |
| B3.3A | Domestic (glasshouse) Social Housing | Zero |
| B3.4A | Domestic (outbuildings) Social Housing | Zero |
| B3.5A | Domestic (garaging and parking) (non-owner-occupied) Social Housing | Zero |
| B4.1A | Hostelry and food outlets | £4.55 |
| B4.2A | Self-catering accommodation | £2.85 |
| B4.3A | Motor and marine trade | £3.85 |
| B4.4A | Retail | £8.45 |
| B4.5A | Warehousing | £4.15 |
| B4.6A | Industrial and workshop | £3.30 |
| B4.7A | Recreational and sporting premises | £1.95 |
| B4.8A | Garaging and parking (non-domestic) | £4.15 |
| B5.1A | Utilities providers | £32.50 |
| B6.1A | Office and ancillary accommodation (regulated finance industries) | £30.35 |
| B6.2A | Office and ancillary accommodation (other than regulated finance industries) | £10.15 |
| B7.1A | Horticulture (building other than a glasshouse) | 5p |
| B8.1A | Horticulture (glasshouse) | 5p |
| B9.1A | Agriculture | 5p |
| B10.1A | Publicly owned non-domestic | Zero |
| B11.1A | Exempt (Buildings) | Zero |
| B12.1A | Buildings – Penal Rate | Zero |
| B13.1A | Development building (domestic) | 49p |
| B13.2A | Development building (non-domestic) | £4.30 |

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Explanatory note

The purpose of this amendment is to exclude Alderney buildings from the proposed increases in TRP. Alderney's economy is very different from that of Guernsey with less ability to earn money because of significantly reduced footfall and higher costs on travel coupled with a skeletal flight pattern and higher fuel and electricity costs. Consequently business overheads are higher in Alderney and TRP increases of up to 15 per cent would be harsh and have an adverse effect on the economy. The draft Ordinance relating to the increased rates of Property Tax is set out on pages 61 - 67 of the Budget Report and this amendment proposes substituting the Table on page 64, the other pages remaining unaltered. The estimated loss of revenue occasioned by this amendment would be £75,000 in 2015.

STATES OF DELIBERATION

29th October, 2014

Billet d'État No. XXII Article No. I

AMENDMENT

Proposed by: Alderney Representative L E Jean
Seconded by: Deputy P A Sherbourne

Treasury and Resources Department States of Guernsey Budget 2015

1. In proposition 9 to delete “and Alderney”.
2. In proposition 10 to insert immediately following “Ordinance, 2014” the words “, but subject to the substitution in the Schedule thereto for Table (B) (Alderney Real Property – Alderney Buildings) (on page 64) of the following Table:

TABLE (B)
ALDERNEY REAL PROPERTY

ALDERNEY BUILDINGS

| 1 Property Reference | 2 Property Description/Usage | 3 Tariff |
|----------------------------|--|-------------|
| B1.1A | Domestic (whole unit) | 99p |
| B1.2A | Domestic (flat) | 99p |
| B1.3A | Domestic (glasshouse) | 5p |
| B1.4A | Domestic (outbuildings) | 49p |
| B1.5A | Domestic (garaging and parking) (non-owner-occupied) | 99p |
| B3.1A | Domestic (whole unit) Social Housing | Zero |
| B3.2A | Domestic (flat) Social Housing | Zero |
| B3.3A | Domestic (glasshouse) Social Housing | Zero |
| B3.4A | Domestic (outbuildings) Social Housing | Zero |
| B3.5A | Domestic (garaging and parking) (non-owner-occupied) Social Housing | Zero |
| B4.1A | Hostelry and food outlets | £4.55 |
| B4.2A | Self-catering accommodation | £2.85 |
| B4.3A | Motor and marine trade | £3.85 |
| B4.4A | Retail | £8.45 |
| B4.5A | Warehousing | £4.15 |
| B4.6A | Industrial and workshop | £3.30 |
| B4.7A | Recreational and sporting premises | £1.95 |
| B4.8A | Garaging and parking (non-domestic) | £4.15 |
| B5.1A | Utilities providers | £32.50 |
| B6.1A | Office and ancillary accommodation (regulated finance industries) | £30.35 |
| B6.2A | Office and ancillary accommodation (other than regulated finance industries) | £10.15 |
| B7.1A | Horticulture (building other than a glasshouse) | 5p |
| B8.1A | Horticulture (glasshouse) | 5p |
| B9.1A | Agriculture | 5p |
| B10.1A | Publicly owned non-domestic | Zero |
| B11.1A | Exempt (Buildings) | Zero |
| B12.1A | Buildings – Penal Rate | Zero |
| B13.1A | Development building (domestic) | 49p |
| B13.2A | Development building (non-domestic) | £4.30 |

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Explanatory note

The purpose of this amendment is to exclude Alderney buildings from the proposed increases in TRP. Alderney's economy is very different from that of Guernsey with less ability to earn money because of significantly reduced footfall and higher costs on travel coupled with a skeletal flight pattern and higher fuel and electricity costs. Consequently business overheads are higher in Alderney and TRP increases of up to 15 per cent would be harsh and have an adverse effect on the economy. The draft Ordinance relating to the increased rates of Property Tax is set out on pages 61 - 67 of the Budget Report and this amendment proposes substituting the Table on page 64, the other pages remaining unaltered. The estimated loss of revenue occasioned by this amendment would be £75,000 in 2015.

STATES OF DELIBERATION

29th October, 2014

Billet d'État No. XXII

AMENDMENT

Proposed by: Deputy M H Dorey
Seconded by: Deputy B L Brehaut

Treasury and Resources Department **States of Guernsey Budget 2015**

In Proposition 11, to insert at the end of the words: “, but with the addition of £360,000 to the revenue cash limit of the Health and Social Services Department for an increase to the St John's Ambulance and Rescue Service Grant, such addition to be funded by a reduction in the Budget Reserve”.

Explanatory Note

HSSD has responsibility for commissioning the Islands Emergency Ambulance Service and have historically done so through St John's Ambulance & Rescue Services. However, earlier this year St John's declared that for financial reasons they were likely to withdraw the service after 2014 unless HSSD was able to increase the level of funding. HSSD have explored alternative service models to deliver better value for money but to minimise the service risk to Guernsey the Civil Contingencies Authority has recently directed HSSD to accept St John's proposals. The amount allocated in the budget is £2,287,000 and an extra £360,000 is needed to fund the new agreement.

This amendment would reduce the budget reserve (in table 3.27 on page 24) from £8.655m to £8.295m.

STATES OF DELIBERATION

29th October, 2014

Billet d'État No. XXII

AMENDMENT

Proposed by: Deputy M H Dorey
Seconded by: Deputy B L Brehaut

Treasury and Resources Department **States of Guernsey Budget 2015**

In Proposition 11, to delete “totalling £373,100,000” and insert at the end of the words: “, but with the addition of £1,014,000 to the revenue cash limit of the Health and Social Services Department for increased costs of providing maternity services and associated improvements, such addition to be funded by a transfer from the General Revenue Account Reserve; and in consequence that the objective in the States Fiscal and Economic Plan (as approved by the States on 15 July 2009 - Billet d'Etat XVIII, 2009) of a "Real term freeze on aggregate States revenue expenditure" (page 1130) shall be split into a "Real term freeze on aggregate States revenue expenditure up to 31 December 2014" and a "Real term freeze on aggregate States revenue expenditure from 1 January 2016”.

Explanatory Note

Investigations and reviews have identified multiple areas of concern within maternity services, and the need for additional appointments within the hospital. The improvements to maternity services will result in increased costs because of enhancements in staffing capacity, skills mix and supervision. Also there are additional costs in respect of the recruitment of a Director of Medical Services and a Director of Clinical Governance for the hospital; and a Clinical Lead for Maternity Services together with additional staff to supplement existing operational audit and governance arrangements.

STATES OF DELIBERATION

29th October, 2014

Billet d'État No. XXII

AMENDMENT

Proposed by: Deputy M H Dorey
Seconded by: Deputy B L Brehaut

Treasury and Resources Department **States of Guernsey Budget 2015**

In Proposition 11, to delete “totalling £373,100,000” and insert at the end of the words: “, but with the addition of £1,254,250 to the revenue cash limit of the Health and Social Services Department for increased costs of meeting service demands and reducing known risks in certain service areas, such addition to be funded by a reduction in the General Revenue Account Reserve; and in consequence that the objective in the States Fiscal and Economic Plan (as approved by the States on 15 July 2009 - Billet d'Etat XVIII, 2009) of a "Real term freeze on aggregate States revenue expenditure" (page 1130) shall be split into a "Real term freeze on aggregate States revenue expenditure up to 31 December 2014" and a "Real term freeze on aggregate States revenue expenditure from 1 January 2016”.

Explanatory Note

HSSD's bottom up budget process identified a cash limit of £114.1m however the proposed cash limit is £112.85m, leaving a gap of £1.25m. The following items can be attributed to the presently unfunded gap:

| | £ |
|--|------------------|
| Children's Convenor – Continuation of "SSP" funding | 74,000 |
| Children's Services – Assessment and Intervention Team | 101,250 |
| Pathology – Additional Consultant Pathologist | 100,000 |
| Cardiology - Additional Support Staff | 75,000 |
| Influenza Vaccinations | 90,000 |
| IM&T – 4 Additional Staff | 150,000 |
| IM&T - Additional Software Licensing & Maintenance | 107,000 |
| Policy development – 3-4 Additional Staff | 120,000 |
| Sexual Health Strategy | 150,000 |
| Sexual Health – Additional Consultant Sessions | 47,000 |
| Service Reviews – Operational Plan & Governance | 77,000 |
| Student Nurses – Increased Intake | 100,000 |
| Dental – Additional Sessions | 33,000 |
| Insurance Premiums - Medical Defence Union | 30,000 |
| Total | 1,254,250 |

STATES OF DELIBERATION

29th October, 2014

Billet d'État No. XXII

AMENDMENT

Proposed by: Deputy M H Dorey
Seconded by: Deputy R Domaille

Treasury and Resources Department **States of Guernsey Budget 2015**

For Proposition 21 to substitute:

“21. To approve the closure of the Contingency Reserve (Tax Strategy) on 31 December 2014 with £15,000,000 transferred to the General Revenue Account Reserve and the balance transferred to a newly established Core Investment Reserve”

Explanatory Note

In the zero/10 proposals the original intention was to use up to half of the Contingency Reserve to fund the budget deficits. Subsequently half the Contingency Reserve was transferred into a fund called Contingency Reserve (Tax Strategy). It was expected that any money that was not required to fund the budget deficits, ie any residual left in the Contingency Reserve (Tax Strategy), would be returned to the Contingency Reserve. The balance in the Contingency Reserve (Tax Strategy) at 31 December 2014 is expected to be £54,000,000. If:

- £5,000,000 is transferred to the Economic Development Fund
- £10,000,000 is transferred to the Transformation and Transition Fund and
- £15,000,000 to the General Revenue Account Reserve,

this will leave a balance of £24,000,000 to transfer to the Core Investment Reserve which replaces the Contingency Reserve (General).

STATES OF DELIBERATION

29th October, 2014

Billet d'État No. XXII

AMENDMENT

Proposed by: Deputy M H Dorey
Seconded by: Deputy R Domaille

Treasury and Resources Department **States of Guernsey Budget 2015**

In Proposition 22 for “£7,000,000” to substitute “£5,000,000”

Explanatory Note

This will reduce the amount transferred to the Economic Development Fund.

STATES OF DELIBERATION

29th October, 2014

Billet d'État No. XXII

AMENDMENT

Proposed by: Deputy M H Dorey

Seconded by: Deputy R Domaille

Treasury and Resources Department **States of Guernsey Budget 2015**

In Proposition 23 for “£25,000,000” to substitute “£10,000,000”.

Explanatory Note

This will reduce the amount transferred to the Transformation and Transition Fund.

STATES OF DELIBERATION

29th October 2014

Billet d'État No. XXII

AMENDMENT

Proposed by: Deputy R W Sillars

Seconded by: Deputy A R Le Lievre

The States of Guernsey Budget 2015

1. To insert an additional proposition between Propositions 39 and 40 as follows:

“39A To note that since 2012, and in accordance with planned preventative maintenance for elemental refurbishment of Les Beaucamps High School as agreed at the time of the redevelopment of the school, the Education Department has received a specific amount of £175,000 per annum; and to note that the Treasury & Resources Department fully supports the Education Department in its plans to ensure that the school is maintained appropriately in order to maximise its useful life and deliver optimum value for money in return for the substantial capital sum expended; and, therefore, to direct the Treasury & Resources Department to continue to allocate for this purpose £175,000 per annum in subsequent years in addition to the Education Department’s net routine capital expenditure budget; and to direct that in the 2016 Budget Report the Treasury & Resources Department, after consultation with the Education Department, shall set out proposals regarding the appropriate governance of and access to the aforementioned ring-fenced maintenance funds for Les Beaucamps High School.”

2. To add the following words to the end of Proposition 11: “, except that in respect of the Education Department’s net routine capital expenditure cash limit the sum of £250,000 shall be replaced by the sum of £950,000, the increase to be funded by a reduction in the Budget Reserve, from £2,100,000 to £1,400,000. ”

STATES OF DELIBERATION

29th October 2014

Billet d'État No. XXII

AMENDMENT

Proposed by: Deputy M J Fallaize

Seconded by: Deputy R Conder

The States of Guernsey Budget 2015

In Proposition 22, to delete all the words after “(Tax Strategy)” and substitute therefor:

“; and to agree that requests to access the Fund shall be presented to and determined by the States of Deliberation, subject to the proviso that the Treasury & Resources Department shall have delegated authority to approve applications up to a maximum of £250,000 each.”

STATES OF DELIBERATION

29th October, 2014

Billet d'État No. XXII

AMENDMENT

Proposed by: Deputy M J Fallaize
Seconded by: Deputy P A Harwood

The States of Guernsey Budget 2015

In Proposition 23, to delete all the words after "(Tax Strategy)" and substitute therefor:

"; and to agree that requests to access the Fund shall be presented to and determined by the States of Deliberation, subject to the proviso that the Treasury & Resources Department shall have delegated authority to approve applications up to a maximum of £100,000 each"

STATES OF DELIBERATION

29th October 2014

Billet d'État No. XXII

AMENDMENT

Proposed by: Deputy M J Fallaize
Seconded by: Deputy A H Brouard

The States of Guernsey Budget 2015

To add the following words to the end of Proposition 27:

“; and, in accordance with policies of the States affirmed in 2004, 2006, 2009 and 2014, to direct the Treasury & Resources Department to report to the States as expeditiously as possible, but in any event by no later than the 2016 Budget Report, to demonstrate how all such borrowing has been or soon will be allocated clearly to individual recipients and how each recipient will be repaying such borrowing in full from a secure income stream and without recourse in any way to general revenue”

STATES OF DELIBERATION

29th October 2014

Billet d'État No. XXII

AMENDMENT

Proposed by: Deputy M J Fallaize
Seconded by: Deputy A H Brouard

The States of Guernsey Budget 2015

To add the following words to the end of Proposition 28:

“; and, in accordance with policies of the States affirmed in 2004, 2006, 2009 and 2014, to direct the Treasury & Resources Department to report to the States as expeditiously as possible, but in any event by no later than the 2016 Budget Report, to demonstrate how all such additional borrowing has been or soon will be allocated clearly to individual recipients and how each recipient will be repaying such borrowing in full from a secure income stream and without recourse in any way to general revenue”

STATES OF DELIBERATION

29th October, 2014

Billet d'État No. XXII

AMENDMENT

Proposed by: Deputy H J R Soulsby
Seconded by: Deputy A H Brouard

Treasury and Resources Department **States of Guernsey Budget 2015**

To insert an additional proposition between propositions 28 and 29 as follows:

“28A If recommendations 27 and 28 are both approved, to instruct the Housing Department and Treasury & Resources Department to produce a joint report setting out proposals for the use of any such increase in the value of the Bond issue for the purposes of helping the people of Guernsey onto the property ladder by way of a first-time buyers’ scheme along the lines set out in section 7.14 of this Report; such joint report to also:

1. set out proposals that would help first time buyers but would not require funding from any Bond issue;
2. set out the financial implications of such proposals; and
3. be submitted to the States no later than 30 June 2015.

If recommendations 27 and 28 are not both approved, to instruct the Housing Department and Treasury & Resources Department to produce a joint report setting out proposals to help first time buyers; such report to also:

1. set out the financial implications of such proposals; and
2. be submitted to the States no later than 30 June 2015.”.

STATES OF DELIBERATION

29th October, 2014

Billet d'État No. XXII

AMENDMENT

Proposed by: Deputy D B Jones
Seconded by: Deputy M J Fallaize

Treasury and Resources Department **States of Guernsey Budget 2015**

To insert a new Proposition between Propositions 36 and 37 as follows:

“36A: To direct that when the Treasury and Resources Department and Social Security Department report to the States early in 2015 further to their review of personal taxes, pensions and benefits, as outlined in paragraphs 1.8 to 1.11 of the 2015 Budget, their report shall include an analysis of the advantages and disadvantages of introducing:

- a) a sliding scale of reduced personal allowances for higher earners up to and including the concept of “20 means 20”; and/or
- b) a progressive system of income tax with lower tax bands being applied to lower earners and higher tax bands being applied to higher earners.”.

STATES OF DELIBERATION

29th October, 2014

Billet d'État No. XXII

AMENDMENT

Proposed by: Deputy G A St Pier

Seconded by: Deputy J Kuttelwascher

Treasury and Resources Department **States of Guernsey Budget 2015**

To insert at the end of the words in Proposition 27: “, and to lend on the capital thereby raised to States owned entities, trading accounts and funds, the Guernsey Housing Association, the Alderney Housing Association and/or the Ladies’ College on such terms that the Department may approve, subject to each recipient repaying such borrowing in full from a secure income stream and without direct recourse to General Revenue”.

STATES OF DELIBERATION29th October, 2015**Billet d'État No. XXII
Article No. I****AMENDMENT**

Proposed by: Deputy G A St Pier
 Seconded by: Deputy J Kuttelwascher

**Treasury and Resources Department
States of Guernsey Budget 2015**

In Proposition 11, to delete all of the text after "£373,100,000" and substitute "as set out in the following Table:

| | Note | 2015 Revenue Cash Limit £'000s | 2015 Routine Capital £'000s | 2015 Total Cash Limit £'000s | 2014 Total Cash Limit £'000s |
|------------------------------------|------|---|--------------------------------------|---------------------------------------|---------------------------------------|
| Policy Council | | | | | |
| General | 1 | 9,275 | | 9,275 | 8,125 |
| Formula Led | | 2,485 | | 2,485 | 2,400 |
| Treasury and Resources: | | | | | |
| General | 2 | 18,425 | 650 | 19,075 | 17,100 |
| Formula Led | | 1,930 | | 1,930 | 1,900 |
| Commerce and Employment | 3 | 11,425 | | 11,425 | 10,725 |
| Culture and Leisure | | 2,925 | 150 | 3,075 | 3,000 |
| Education | | 73,000 | | | |
| Timing of delivery of FTP Benefits | | <u>1,875</u> | | | |
| | | 74,875 | 950 | 75,825 | 72,100 |
| Environment | 4 | 9,025 | 850 | 9,875 | 7,825 |
| Health and Social Services | 5 | 109,960 | | | |
| Timing of delivery of FTP Benefits | | <u>3,250</u> | | | |
| | | 113,210 | 1,250 | 114,460 | 105,300 |
| Home | 6 | 32,225 | | | |
| Timing of delivery of FTP Benefits | | <u>200</u> | | | |
| | | 32,425 | 400 | 32,825 | 31,275 |
| Housing | | 9,975 | | 9,975 | 10,000 |
| Public Services | | 4,400 | 350 | 4,750 | 3,950 |
| Social Security | | | | | |
| General | | 3,010 | | 3,010 | 2,675 |
| Formula Led | | 56,110 | | 56,110 | 54,400 |
| Public Accounts Committee | | 280 | | 280 | 275 |

Q

| | | | | |
|-------------------------|----------------|--------------|----------------|----------------|
| Scrutiny Committee | 280 | | 280 | 275 |
| States Review Committee | - | | - | 95 |
| Royal Court | 2,800 | | 2,800 | 2,800 |
| Law Officers | 4,675 | | 4,675 | 4,560 |
| States of Alderney 7 | 1,875 | | 1,875 | 1,960 |
| | 359,405 | 4,600 | 364,005 | 341,190 |
| Service Developments * | - | - | - | 978 |
| Backlog property | - | 1,500 | 1,500 | 1,500 |
| Budget Reserve | 6,195 | 1,400 | 7,595 | 19,532 |
| | 365,600 | 7,500 | 373,100 | 363,200 |