

**THE STATES OF DELIBERATION**  
**of the**  
**ISLAND OF GUERNSEY**

15<sup>th</sup> December, 2020

**Proposition No. P.2020/193**

**Policy & Resources Committee**

**The States of Guernsey Annual Budget for 2021**

**AMENDMENT**

Proposed by: Deputy J. F. Dyke

Seconded by: Deputy C. J. Le Tissier

Immediately after Proposition 20 to add the following:

“20A. To increase the maximum aggregate amount of donations that may be made to Guernsey Registered Charities and be exempt from income tax in any year of charge, specified in section 64B(1)(d) of the Income Tax (Guernsey) Law, 1975, as amended, from £5,000 to £7,500.”.

**Explanatory note – Proposition 20A**

The cap on charitable contributions to attract the tax gross up contribution from the States has not been changed in the ten years that the current system has been in place. This overdue change on the maximum aggregate qualifying amount from £5,000 to £7,500 has a small effect on the States’ Budget. This issue should be reviewed more generally during the next year.

For the purposes of rule 4(3) of the Rules of Procedure, the cost of Proposition 20A is estimated by the Revenue Service at up to £52,000 p.a.