

THE STATES OF DELIBERATION
of the
ISLAND OF GUERNSEY

25th January 2023

Proposition No. P.2022/112

Policy & Resources Committee

The Tax Review: Phase 2

AMENDMENT

Proposed by: Deputy J B Gollop
Seconded by: Deputy A D S Matthews

In Proposition 2. A) ii. immediately after “zero rating”, insert: “, exemptions to include retail food, including plated meals and the exemption of clothes and books as sold by locally registered charities,”.

Rule 4(1) Information

- a) The proposition contributes to the States’ objectives and policy plans by delivering on the action in the Government Work Plan to agree a sustainable taxation policy.
- b) In preparing the proposition, consultation has not been undertaken with the Policy & Resources Committee.
- c) The proposition has been submitted to His Majesty’s Procureur for advice on any legal or constitutional implications.
- d) There are cost implications to the proposals which will be compensated by using other budgetary reserves or income generation.

Explanatory note

This amendment has a twofold purpose, first to exempt all food sold in retail establishments such as convenience stores, farms, stalls, supermarkets and other consumer providers. This would significantly help public acceptance of tax reform and protect food shops and pressurised household incomes.

The second purpose is to give exemptions to charities locally based and registered not just regarding food but, books and clothes. This is to protect the third sector and their generally not for profit community service and fundraising activities.