STATES OF DELIBERATION

27th November, 2013

Billet d'Etat No. XXII Article 5

AMENDMENT

Proposed by: Deputy A H Langlois Seconded by: Deputy S A James

Social Security DepartmentThe Social Insurance (Rates of Contributions and Benefits, etc.) Ordinance, 2013

In the Ordinance entitled "The Social Insurance (Rates of Contributions and Benefits, etc.) Ordinance, 2013" –

- in section 1(b), printed at page 24 of the brochure, for "7%", substitute "6.5%",
- (b) delete section 9, printed at page 27 of the brochure,
- (c) re-number sections 10, 11, 12, 13 and 14, printed at pages 27 and 28 of the brochure, as sections 9, 10, 11, 12 and 13, and
- (d) for the Second Schedule, printed at page 32 of the brochure, substitute the attached schedule.

Explanatory note

The above amendments to the Social Insurance (Rates of Contributions and Benefits, etc.) Ordinance, 2013 (as printed in the brochure to Billet d'État XXII of 2013) reflect the decision made by the States of Deliberation on the 14th November, 2013 <u>not</u> to approve proposition 1 of Article 11 of Billet d'État XX of 2013. That proposition, together with proposition 2 (which the States did not consider, as consideration was contingent upon approval of proposition 1) would have had the effect of increasing the percentage rate for employers' social insurance contributions from 6.5% to 7% and decreasing the grant from General Revenue to the Guernsey Insurance Fund from 15% to 14% with effect from the 1st January, 2014.

"Section 8

SECOND SCHEDULE

GUERNSEY HEALTH SERVICE FUND ALLOCATION AND LONG-TERM CARE INSURANCE FUND ALLOCATION

Class and sub-class of contribution	Health Service Fund Allocation	Long-term Care Insurance Fund Allocation
(1)	(2)	(3)
Class 1 secondary contributions paid in respect of employed persons of pensionable age (6.5%)	24.62%	Nil
Class 1 primary (6.0%) and secondary (6.5%) contributions other than those referred to above	23.20%	10.40%
Class 2 contributions paid in respect of overseas voluntary contributors	Nil	Nil
Class 2 contributions other than those referred to above (10.5%)	25.71%	12.38%
Class 3 contributions paid in respect of voluntary contributors (5.7%)	Nil	Nil
Class 3 contributions paid in respect of overseas voluntary contributors	Nil	Nil
Class 3 contributions paid by persons over the age of 65 years (2.9%)	44.83%	55.17%
Class 3 contributions other than those referred to above (9.9%)	28.28%	14.14%"