

**WRITTEN QUESTION TO THE MINISTER FOR TREASURY AND RESOURCES
BY SENATOR S.C. FERGUSON
ANSWER TO BE TABLED ON TUESDAY 21st JANUARY 2014**

Question

Will the Minister supply a detailed list of all the loans, guarantees, indemnities and off balance sheet financial arrangements entered into by the States, including the duration of the transaction, interest rate and any conditions attached to the transaction and the counterparty?

Answer

The States does not have off balance sheet financial arrangements.

The responses detail the arrangements current as at 31 December 2012 in line with the States 2012 published Financial Statements:-

Loans

Loans are issued under the Public Finances Law (2005) and under the Separately Constituted Funds. Under the governing laws establishing and operating the Separately Constituted Funds, there are no requirements to publish details on the individual loans issued but instead to only publish the Fund accounts annually.

Borrowers' individual names are not included.

Miscellaneous Loans - Consolidated Fund

2012 Statutory accounts reference: note 17 "Consolidated Fund" - page 134

Balances as at 31 December 2012	Current Loan Balance	Original Loan value	Duration of Loan	Issued	Interest Rate	Conditions
Les Vaux Housing Association	£ 700,000.00	£ 5,900,000.00	25 years	Dec-89	4%	Note the outstanding balances was repaid one year early in full in December 2013. This loan is now fully repaid.
Les Vaux Housing Association 3	£ 1,120,000.00	£ 2,500,000.00	26 years	Sep-91	4%	
Queens Road Landslip	£ 8,284.52	£ 8,284.52	open ended	Jul-95	4%	the person only has the ability to repay the interest on this small loan
JHT Augres Store	£ 165,000.00	£ 550,000.00	22 years	Jan-97	0%	
Parsh of St Brelade	£ 8,448.48	£ 425,000.00	15 years	Jun-98	4%	
Bosdet Foundation - Les Ormes Indoor Tennis Centre	£ 166,392.24	£ 450,000.00	20 years		4%	
Jersey Table Tennis Assoc	£ 100,000.00	£ 100,000.00	note	Jun-98	4%	Note the duration of the loan will be assessed during 2014 with a view to a possible re-extension. Currently interest is only repaid
Jersey Green Room Club	£ 85,552.50	£ 150,000.00	21 years	Dec-00	5%	
Parish of Trinity	£ 603,419.61	£ 900,000.00	25 years	Feb-02	4%	Please note this is not the Infrastructure Investment - it relates to Retirement Homes (Les Maisons Cabot)
Beauliea 6% Loan	£ 159,329.69	£ 500,000.00	7 years & 2 month	Nov-08	6%	discussions are underway about modifying the loan
D.R.M.	£ 33,881.80	£ 200,000.00	14 years	Aug-99	4%	
	£ 3,150,308.84					

Miscellaneous Loans - Pilot Starter Home Deposit Loan Scheme

There were no balances as at 31.12.12 as the scheme was launched late in July 2013

Assisted House Purchase Scheme

2012 Statutory accounts reference: note 17 "Assisted House Purchase" - page 134

Balances as at 31 December 2012

Reference Number	Current Loan Balance	Original Loan value	Duration of Loan to full repayment (years)	Issued	Interest Rate %
0500960001	£ 137,384.20	£ 210,000.00	28.0	Mar-99	1.75
0500970001	£ 133,356.00	£ 227,000.00	25.0	Apr-99	1.75
0501040001	£ 109,056.77	£ 287,374.15	18.1	Apr-00	1.5
0501080001	£ 221,355.95	£ 385,000.00	26.7	Sep-00	1.5
0501100001	£ 79,918.54	£ 500,000.00	19.0	Dec-00	1.5
0501130001	£ 104,452.50	£ 220,000.00	25.0	Jan-01	1.75
0501190001	£ 326,907.23	£ 468,000.00	29.2	Aug-01	1.5
0501210001	£ 177,145.63	£ 327,000.00	23.1	Sep-01	1.5
0501240001	£ 212,397.96	£ 370,000.00	21.0	Jan-02	1.5
0501270001	£ 163,088.34	£ 243,000.00	24.0	Apr-02	1.75
0501321001	£ 182,522.08	£ 288,000.00	22.0	Sep-02	1.5
0501370001	£ 307,552.47	£ 950,000.00	20.0	Mar-03	1.35
0501410001	£ 104,880.42	£ 565,000.00	28.0	Jul-03	1.5
0501430001	£ 228,470.26	£ 292,500.00	29.0	Jul-03	1.5
0501440001	£ 165,291.67	£ 240,000.00	23.0	Jul-03	1.5
	£ 2,653,780.02				

99 year Leaseholders Fund

2012 Statutory accounts reference: note 17 "99 Year Leaseholders Accounts" - page 134

Balances as at 31 December 2012

Reference Number	Current Loan Balance	Original Loan value	Duration of Loan to full repayment (years)	Issued	Actual Interest Rate charged %
123785002	£ 63,120.87	n/a	27.00	Apr-94	7.5
124997001	£ 57,593.94	n/a	33.00	Jun-95	7.5
115879001	£ 44,188.66	n/a	40.00	May-90	10
	£ 164,903.47				

Please note the original loan values are not reported on by our administrators

Interest rates are reviewed half yearly and revised by our administrators based under borrowers affordability in line with the terms of the scheme

Dwelling Houses Loans Fund

2012 Statutory accounts reference: note 17 "Dwelling Houses Loan Fund" - page 134

Balances as at 31 December 2012

Reference Number	Current Loan Balance	Original Loan value	Duration of Loan to full repayment (years)	Issued	Actual Interest Rate charged %
34788001	£ 265.82	n/a	39.0	Jan-75	10
41597001	£ 27,921.05	n/a	27.0	Jun-90	10
49111001	£ 653.86	n/a	35.0	Feb-80	10
49460001	£ 87.07	n/a	30.0	Dec-82	3
53825001	£ 2,564.53	n/a	38.0	Jun-78	10
57663001	£ 9.27	n/a	39.0	Dec-76	10
58643001	£ 516.75	n/a	40.0	Apr-73	8
59910001	£ 4,575.97	n/a	38.0	May-78	10
60385001	£ 251.50	n/a	40.0	Dec-73	8
61066001	-£ 13.00	n/a	34.0	Mar-82	10
61547001	£ 4,595.32	n/a	39.0	May-78	10
61688001	£ 2,666.21	n/a	38.0	Nov-77	10
62424001	-£ 191.57	n/a	40.0	Oct-74	10
63088001	£ 3,857.80	n/a	25.0	Dec-88	10
64147001	£ 2,462.85	n/a	35.0	Sep-78	10
64408001	£ 14,488.18	n/a	38.0	Nov-81	10
64745001	-£ 91.62	n/a	33.0	Jul-83	10

Reference Number	Current Loan Balance	Original Loan value	Duration of Loan to full repayment (years)	Issued	Actual Interest Rate charged %
65012001	£ 3,552.03	n/a	40.0	May-77	10
65335001	£ 5,638.26	n/a	40.0	Nov-78	10
65816001	£ 5,373.86	n/a	22.0	Dec-91	3
66195001	-£ 66.81	n/a	32.0	Dec-82	10
67539001	£ 16,729.71	n/a	38.0	Jul-82	10
69991001	£ 2,693.58	n/a	40.0	May-77	10
70237001	-£ 844.97	n/a	36.0	Apr-77	10
70392001	-£ 7,700.25	n/a	33.0	Dec-82	10
73291001	£ 8,832.00	n/a	34.0	Apr-82	10
74831001	£ 18,328.26	n/a	25.0	Dec-91	10
74910001	£ 9,289.18	n/a	36.0	Feb-82	10
75768001	£ 4,596.53	n/a	37.0	Nov-80	10
77132001	-£ 6,990.54	n/a	33.0	Oct-82	10
77209001	£ 73.55	n/a	35.0	Apr-82	10
77235001	-£ 1,317.08	n/a	35.0	Jun-82	10
77869001	£ 16,322.10	n/a	40.0	Oct-81	10
78435001	-£ 2,887.47	n/a	35.0	Dec-80	10
79013001	£ 5,032.46	n/a	40.0	Nov-77	10
79087001	-£ 91.89	n/a	38.0	Jan-83	10
79714001	£ 32,204.59	n/a	28.0	Dec-91	10
79726001	£ 5,626.95	n/a	35.0	Jul-80	10
81119001	-£ 5,065.63	n/a	37.0	Jul-82	10
81781001	£ 18,030.36	n/a	40.0	Mar-82	10
81860001	£ 12,370.50	n/a	40.0	Jan-81	10
81925001	£ 5,709.77	n/a	40.0	Oct-78	10
82589001	£ 54,143.24	n/a	30.1	Apr-92	10
83155001	-£ 11,971.13	n/a	34.0	Apr-82	10
83179001	£ 22,771.87	n/a	23.0	Jun-92	10
83337001	£ 16,192.90	n/a	30.0	May-88	10
85414001	£ 1,656.52	n/a	37.0	Jan-82	10
85775001	£ 18,248.49	n/a	40.0	Apr-82	10
86195001	£ 10,205.29	n/a	40.0	Jul-82	10
89824001	£ 2,447.95	n/a	30.0	Sep-83	10
89989001	£ 58,257.06	n/a	31.0	Jun-92	10
90823001	-£ 51.73	n/a	35.0	Mar-83	10
91152001	£ 41,843.55	n/a	27.0	Jun-92	10
92132001	£ 7,470.58	n/a	30.0	Jun-86	10
92390001	£ 16,586.51	n/a	29.0	Jan-91	10
92467001	£ 37,022.55	n/a	28.4	Dec-91	8
93368001	-£ 2,252.12	n/a	34.0	Jul-81	10
93954001	£ 1,456.81	n/a	30.0	May-83	10
94910001	-£ 11,438.56	n/a	35.0	Jun-82	10
95067001	£ 81.44	n/a	31.0	Jan-82	10
95287001	£ 2.07	n/a	29.0	Nov-85	10
96231001	£ 60,235.75	n/a	33.0	Apr-94	8
96982001	£ 538.90	n/a	33.0	May-85	10
98239001	£ 2,146.81	n/a	25.0	Mar-88	10
100874001	£ 7,684.24	n/a	32.0	Jun-84	10
102767001	£ 36,130.12	n/a	36.9	May-85	8
102767001	£ 118.56	n/a	32.0	May-85	10
103096001	£ 5,797.99	n/a	27.0	Mar-88	10
103694001	£ 13,601.01	n/a	19.1	Mar-93	8
103864001	£ 12,284.17	n/a	33.0	Aug-85	10
104155001	£ 1,398.99	n/a	27.0	Jul-86	7
104337001	£ 22,512.22	n/a	27.0	May-90	10
104650001	£ 11,146.16	n/a	32.0	Jun-87	10
104882001	£ 53,126.68	n/a	36.0	Apr-93	8
105654001	£ 22,406.99	n/a	35.0	Mar-91	10
105939001	£ 58,407.34	n/a	33.1	Mar-93	8
106737001	£ 71,968.01	n/a	38.7	Dec-91	8
106737001	-£ 318.32	n/a	39.0	Dec-91	10
107315001	£ 46,839.53	n/a	29.1	Nov-92	8
108876001	£ 41,342.08	n/a	34.0	Jul-91	10
108981001	£ 22,781.44	n/a	23.1	Mar-93	8

Continued

Reference Number	Current Loan Balance	Original Loan value	Duration of Loan to full repayment (years)	Issued	Actual Interest Rate charged %
109337001	£ 53,315.67	n/a	33.0	Dec-91	10
109636001	£ 48,790.16	n/a	38.0	Nov-90	10
110049002	£ 23,428.15	n/a	24.1	Sep-92	8
110245001	£ 55,472.22	n/a	30.1	Apr-93	8
110594001	£ 47,698.73	n/a	35.0	Aug-91	3
110685001	£ 66,319.74	n/a	35.1	Jul-92	10
110726001	£ 14,378.86	n/a	25.0	Apr-90	10
110843001	£ 53,523.47	n/a	30.1	Mar-94	8
110908001	£ 48,890.26	n/a	23.1	Jun-93	8
111108001	£ 49,453.66	n/a	32.3	Jan-92	10
111134001	-£ 26,515.56	n/a	28.9	Jul-94	8
111304001	£ 33,110.62	n/a	31.2	Jul-92	10
111500001	£ 715.27	n/a	18.1	Jan-95	8
111550001	£ 30,421.38	n/a	25.0	Sep-93	8
114849001	-£ 921.58	n/a	38.2	Jul-92	10
114849001	£ 94,874.12	n/a	37.5	Jul-92	8
115623001	£ 50,755.35	n/a	27.2	Apr-93	8
116354001	£ 54,114.09	n/a	30.1	Apr-94	8
116770001	£ 76,503.90	n/a	40.2	Jun-92	10
116988001	£ 31,058.25	n/a	27.2	Jun-92	10
117035001	£ 71,672.03	n/a	36.2	Jun-92	10
117932001	£ 3,584.79	n/a	21.1	Aug-92	10
118170001	£ 47,568.26	n/a	29.1	Feb-93	8
118261001	£ 37,852.58	n/a	33.0	Jun-91	10
118390001	£ 1,068.18	n/a	21.0	Jan-92	10
119760002	£ 55,326.79	n/a	30.0	Mar-94	8
120006001	£ 38,402.06	n/a	28.0	Dec-91	10
120367001	£ 26,774.74	n/a	25.5	Jan-92	10
120513001	£ 52,040.26	n/a	35.1	Mar-92	10
120616001	£ 12,696.99	n/a	23.1	Mar-92	10
120628001	£ 56,232.32	n/a	33.0	Mar-92	10
120654001	£ 55,067.67	n/a	32.2	Apr-92	10
120666001	£ 11,808.70	n/a	23.0	May-92	10
120692001	£ 49,550.19	n/a	30.1	Apr-92	10
120719001	£ 54,827.44	n/a	31.0	May-92	10
120721001	£ 456.98	n/a	21.1	Apr-92	10
120771001	£ 23,792.44	n/a	24.1	Apr-92	10
120886001	£ 20,454.27	n/a	24.1	Aug-92	10
121103001	£ 32,450.82	n/a	25.1	Aug-92	10
121206001	£ 28,048.75	n/a	24.1	Sep-92	10
121256001	£ 54,666.21	n/a	33.1	Sep-92	10
122470001	£ 63,922.25	n/a	33.1	Feb-93	8
122638001	£ 3,533.97	n/a	20.1	Apr-93	8
122779001	£ 9,865.11	n/a	21.1	Sep-93	8
123541001	£ 38,048.28	n/a	23.2	Jan-94	3
123606001	£ 62,274.05	n/a	33.2	Feb-94	8
123735001	£ 19,623.45	n/a	24.1	Apr-94	8
123883001	£ 96,626.70	n/a	31.1	Aug-01	8
124129001	£ 70,400.43	n/a	36.1	Sep-94	8
124258001	£ 67,731.86	n/a	34.2	Jan-96	8
124272001	£ 64,090.27	n/a	37.0	Nov-94	8
124492001	£ 33,208.45	n/a	23.1	Jan-95	8
124650001	£ 80,192.66	n/a	37.0	Mar-95	8
124791001	£ 56,688.57	n/a	28.1	Nov-95	8
125044001	£ 30,058.52	n/a	25.1	May-96	8
125161001	£ 50,814.13	n/a	28.1	Aug-95	8
125226001	£ 26,506.59	n/a	22.1	Sep-95	8
125288001	£ 57,596.78	n/a	31.1	Sep-95	8

Continued

Reference Number	Current Loan Balance	Original Loan value	Duration of Loan to full repayment (years)	Issued	Actual Interest Rate charged %
125587001	£ 69,117.58	n/a	34.0	Jan-96	8
125666001	£ 33,733.35	n/a	24.1	Jan-96	8
125692001	£ 61,752.54	n/a	30.1	Feb-96	8
125771001	£ 63,053.42	n/a	34.1	Sep-96	3
125939001	£ 33,453.11	n/a	22.1	May-96	8
126153001	£ 4,802.20	n/a	17.0	Dec-96	8
126256001	£ 45,407.83	n/a	26.1	Apr-97	8
126359001	£ 43,145.84	n/a	25.0	Oct-97	8
126646001	£ 6,752.27	n/a	15.1	Aug-98	8
126684001	£ 70,408.82	n/a	29.0	Oct-98	8
126713001	£ 90,805.01	n/a	30.0	Aug-98	3
126816001	£ 54,246.73	n/a	19.0	Oct-98	8
126933001	£ 51,395.74	n/a	26.0	Jun-99	8
126995002	£ 76,843.51	n/a	27.0	Jul-00	8
127030001	£ 63,183.95	n/a	26.0	Aug-01	8
127080001	£ 77,504.40	n/a	37.0	Jan-01	8
127092002	£ 96,088.26	n/a	24.0	May-01	8
127133001	£ 114,208.41	n/a	39.0	Apr-01	8
127157001	£ 79,437.42	n/a	32.0	Jun-01	8
127169001	£ 98,949.62	n/a	34.1	Jun-01	8
127298001	£ 121,185.81	n/a	40.8	Apr-10	8
	£ 4,689,268.12				

Please note the original loan values are not reported on by our administrators

Credit balances relate to where the administrators record loans as being settled, but the interest rate subsidies are not cleared until the maturity date of the loan as defined in their procedures

Interest rates are reviewed half yearly and revised by our administrators based under borrowers affordability in line with the terms of the scheme

Agricultural Loans Fund

2012 Statutory accounts reference: note 17 "Agricultural Loans Fund" - page 134

Source of this information: Agriculture

Reference Number	Current Loan Balance	Original Loan value	Duration of Loan to full repayment (years)	System recorded Open date	Interest Rate %
0400550001	£ 61,330.99	£ 160,800.00	30	Jul-86	6.5
0400550002	£ 15,294.61	£ 50,000.00	25	Oct-91	6.5
0400580001	£ 16,913.36	£ 55,440.00	20	Jan-97	6.5
0400580002	£ 74,003.61	£ 108,000.00	25	Dec-97	6.5
0400600001	£ 344.48	n/a	n/a	n/a	6.5
0400652001	£ 31,690.98	£ 139,500.00	25	Sep-90	6.5
0400990002	£ 553.93	n/a	n/a	n/a	6.5
0401502001	£ 1,849.22	£ 20,293.00	30	Feb-86	6.5
0401510008	£ 3,468.51	£ 31,100.00	20	May-96	6.5
0401710002	£ 13,922.83	£ 72,000.00	30	May-85	6.5
0402061001	£ 6,593.59	£ 41,103.00	30	Sep-84	6.5
0403070002	£ 11,748.01	£ 90,000.00	20	Mar-94	6.5
0403400001	£ 117,384.64	£ 201,300.00	30	Oct-93	6.5
0403640001	£ 20,102.07	£ 59,750.00	27	Nov-90	6.5
0403640002	£ 22,801.00	£ 95,000.00	28	Mar-90	6.5
0403960001	£ 1,976.74	£ 81,000.00	20	Sep-94	6.5
0404463001	£ 92,015.14	£ 165,004.00	22	Jan-00	6.5
0404561001	£ 2,038.53	£ 30,000.00	25	Dec-98	6.5
0404650004	£ 3,314.29	£ 6,750.00	31	Feb-90	6.5
0404650006	£ 52,817.95	£ 59,400.00	32	Feb-90	6.5
0404650008	£ 44,112.55	£ 32,374.00	30	Aug-90	6.5
0404650009	£ 100,058.25	£ 76,500.00	28	Jun-93	6.5
0404650010	£ 70,637.55	£ 49,500.00	23	Feb-97	6.5
0405100002	£ 24,066.35	£ 76,500.00	30	Nov-87	6.5
0405190001	£ 12,228.67	£ 34,500.00	31	Jun-87	6.5
0405521001	£ 29,743.74	£ 94,500.00	30	Feb-87	6.5
0405521002	£ 44,209.22	£ 106,400.00	25	Jul-94	6.5
0405740001	£ 137,129.51	£ 211,500.00	30	Apr-94	6.5
0406040004	£ 2,401.62	n/a	n/a	n/a	6.5

Continued

Reference Number	Current Loan Balance	Original Loan value	Duration of Loan to full repayment (years)	System recorded Open date	Interest Rate %
0406040005	£ 227.74	n/a	n/a	n/a	6.5
0406650004	£ 32,216.82	£ 48,000.00	30	Jan-93	6.5
0406941002	£ 35,766.62	£ 65,000.00	30	Feb-92	6.5
0407950002	£ 56,410.92	£ 108,000.00	16	Aug-00	6.5
0408070001	£ 6,968.02	£ 42,055.00	20	Dec-93	6.5
0408070002	£ 1,884.33	£ 11,376.00	20	Dec-93	6.5
0408290002	£ 4,082.61	£ 50,000.00	20	Aug-93	6.5
0409042001	£ 11,406.47	£ 72,000.00	20	Dec-94	6.5
	£ 1,163,715.47				

n/a - as at 30.09.13 these loans have now been repaid, therefore historic data is not easily extractable.

Finance Leases

These loans are disclosed under Finance Lease obligations. Details of the 3 loans reported in the States Balance Sheet as at 31 December 2012 are:-

Property	Current Loan Balance (£)	Original Loan value (£)	Duration of Loan (years)	Issued	Effective Interest Rate %
Morier House	4,938,996	7,360,738	23.0	1996	10.33
Maritime House	2,589,295	4,000,000	23.0	1998	5.64
Airport Alpha Taxiway	3,458,010	10,215,141	16.0	2001	2.1
	10,986,301				

2012 Statutory accounts reference: note 26 "Finance Lease Obligations" - page 146

Guarantees

The following are disclosed in the accounts but not included in the States Balance Sheet as at 31 December 2012:-

Jersey New Waterworks Company (JNWWC)

The States provided a Guarantee to HSBC plc up to a maximum of £16.2m for amounts outstanding in respect of a loan to JNWWC. As at 31 December 2012 £14.9m was actually guaranteed. This guarantee was first provided in its current form in 1999.

2012 Statutory accounts reference: note 36 "Contingent Assets" - pages 167

Jersey Arts Trust

The States of Jersey has provided a guarantee to Barclays Bank Plc for £3.5 million for amounts outstanding in respect of a loan to the Jersey Arts Trust in connection with the renovation of the Opera House (as approved by P167/98).

In the same proposition the States increased the funding provided to the Trust to allow them to cover the loan repayments. Without this funding it is unlikely that the Trust could meet the repayments, and so the States would become liable under the guarantee.

2012 Statutory accounts reference: note 36 "Contingent Assets" - pages 167

Student Loan Guarantees

The States of Jersey has given guarantees against these loans to the banks. As at the year end the value of the loans amounted to £1.9 million.

2012 Statutory accounts reference: note 36 "Contingent Assets" - pages 167

Small Firm loan Guarantee

The Small Firms Loan Guarantee Scheme (SFLGS) commenced in January 2007. The Scheme approves lending by the Economic Development Department (by way of loan guarantees of up to £2 million), consisting of four separate £500,000 agreements with four banks.

As at the year end the value of the total loans guaranteed amounted to £354,345

States has exposure to 75%, after deduction of the 2011 provision the remaining exposure was £78,259.

2012 Statutory accounts reference: note 36 "Contingent Assets" - page 168

Indemnities

For Statutory accounts purposes they are not reported under the classification of indemnities, however we have extracted what we interpret would fall under this classification, as follows:-

Housing Trusts Letters of Comfort.

2012 Statutory accounts reference: note 18 "Housing Trust Letters of Comfort" - pages 148 and 149

There are 33 letters of Comfort to Housing Trusts covering £125.4m as at 31 December 2012. These loans do not constitute Guarantees but provide a cap on interest rates. Due to low interest rates, no subsidies have been paid since 2009. The letters cover a range of periods, with the last exposure currently expiring in 2034.

The exposure accrued under Derivative Financial Instruments was £4,000 for 2012.

Depositor Compensation Scheme

2012 Statutory accounts reference: Table 7 "Purpose of Special Funds" - page 30

In the Strategic Reserve Fund, £100m is provided for funding of a Bank Depositors Compensation Scheme as a contingent liability.