

STATES OF JERSEY

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BUDGET 2008 (P.164/2007): SECOND AMENDMENT

**Lodged au Greffe on 13th November 2007
by Deputy A. Breckon of St. Saviour**

STATES GREFFE

BUDGET 2008 (P.164/2007): SECOND AMENDMENT

At the end of paragraph (a), after the words “as set out in the Budget Statement” insert the words –

“except that the estimate of total taxation revenue shall be increased by £3,000,000 by increasing the rates of stamp duty for probate or letters of administration as follows –

If the net value of the personal estate is sworn –	Proposed stamp duty
Not to exceed £10,000	£100
To be between £10,001 and £100,000	1%
To be between £100,001 and £500,000	1.5%
To be between £500,001 and £1,000,000	2%
To be between £1,000,001 and £5,000,000	3%
To be between £5,000,001 and £10,000,000	4%
To exceed £10,000,001	5%

DEPUTY A. BRECKON OF ST. SAVIOUR

Note

The current rates under paragraph 9 of Part 3 of the Schedule to the Stamp Duties and Fees (Jersey) Law 1998 are as follows –

If the net value of the personal estate is sworn –

- | | | |
|-----|------------------------|---|
| (a) | Not to exceed £10,000 | no fee |
| (b) | Not to exceed £100,000 | £50 for each £10,000 or part of £10,000 |
| (c) | To exceed £100,000 | £500 in respect of the first £100,000, plus £75 for each additional £10,000 or part thereof |

REPORT

I have set out below, with advice from officers at the Judicial Greffe and Treasury, what the effects of my amendments would have been had they been in place in 2005 and 2006.

I have done this as an indication; however, the amount raised through stamp duty in any year would be dependent upon the value and number of applications for probate or letters of administration.

My amendment introduces a minimum charge of £100 to cover basic administration for the first time which I do not believe will cause any hardship.

Manpower

There are no extra manpower requirements to administer these amendments.

Financial

The estimate is that the taxation revenues of the States could receive an extra £3 million based on estimates projected from earlier years.

What the effects of my amendments would have been had they been in place in 2005 and 2006

2005:

	Rate	Total value of estates (£)	Number of estates	Stamp duty (£)
ceed 10,000	Min fee £100	1,963,777	343	34,300
100,000	1%	51,528,896	1,381	515,289
o 500,000	1.5%	62,454,004	280	936,810
o 1,000,000	2%	35,047,142	48	700,943
l to 5,000,000	3%	55,321,448	22	1,659,643
l to 10,000,000	4%	27,808,000	4	1,112,320
)1 or more	5%	49,890,000	2	2,494,500
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		284,013,267	2,080	7,453,805
			2005 actual:	1,903,425

2006:

	Rate	Total value of estates (£)	Number of estates	Stamp duty (£)
ceed 10,000	Min fee £100	2,148,280	347	34,700
100,000	1%	48,674,635	1,288	486,746
o 500,000	1.5%	66,187,000	283	992,805
o 1,000,000	2%	37,251,000	53	745,020
l to 5,000,000	3%	60,665,323	29	1,819,960
l to 10,000,000	4%	26,180,000	4	1,047,200
)1 or more	5%	0	0	0
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		241,106,238	2,004	5,126,431
			2006 actual:	1,579,775