### **STATES OF JERSEY**



# DRAFT SOCIAL SECURITY (AMENDMENT OF LAW No. 11) (JERSEY) REGULATIONS 201(P.110/2019): SECOND AMENDMENT (P.110/2019 Amd.(2)) – SECOND AMENDMENT

Lodged au Greffe on 20th November 2019 by Deputy G.P. Southern of St. Helier

#### STATES GREFFE

# DRAFT SOCIAL SECURITY (AMENDMENT OF LAW No. 11) (JERSEY) REGULATIONS 201- (P.110/2019): SECOND AMENDMENT (P.110/2019 Amd.(2)) – SECOND AMENDMENT

1 PA	GE 1, AMENDMENT 1 –				
(1)					
	" $(A - 0.3B) \times (1 + C)^{2}$ ".				
(2)	In paragraph (2), for the substituted text "0.5B" there is substituted "0.3B"				
2 PA	GE 1, AMENDMENT 2 –				
Fo	r amendment 2 substitute –				
"2	PAGE 7, REGULATION 3 –				
	For Regulation 3 substitute –				
<u>"</u> 3	Schedule 1A (class 1 factors and contribution rates) amended				
	In Schedule 1A –				
	(a) the following provisions are deleted –				
	<ul><li>(i) paragraph 2(1)(c),</li><li>(ii) paragraph 2(3);</li></ul>				
	(ii) paragraph 2(3);				
	(b) in paragraph 3(2)(c) –				
	(i) for "2%" there is substituted "6.5%", (ii) "but do not exceed the upper monthly earnings				
	(ii) "but do not exceed the upper monthly earnings limit" is deleted.".".				
3 PA	GE 1, AMENDMENT 3 –				
Fo	r amendment 3 substitute –				
_"3	PAGE 8, REGULATION 4 –				
	For Regulation 4 substitute –				
"4	Schedule 1B (class 2 factors and contributions rates) amended				
	In Schedule 1B –				
•	(a) the following provisions are deleted –				
	(i) paragraph 2(1)(c),				
	(ii) paragraph 2(3);				

- (b) in paragraph 3(c)
  - (i) for "2%" there is substituted "6.5%",
  - (ii) for "that is the difference between the standard monthly earnings limit and the upper monthly earnings limit" there is substituted "that exceeds the standard monthly earnings limit"."
  - (c) in paragraph 4(1)(c)
    - (i) for "2%" there is substituted "6.5%",
    - (ii) "but do not exceed the upper monthly earnings limit" is deleted.".".

#### 4 PAGE 1, AMENDMENT 4 -

(1) For amendment 4, substitute –

#### "4 PAGE 8, REGULATION 5 -

"For Regulation 5, substitute –

## "5 Schedule 1C (long-term care factors and contribution rates) amended

In Schedule 1C -

- (a) for paragraph 2, there is substituted –
- "2 Upper annual income limit
  - (1) Subject to (2), the upper annual income limit for LTC contributions for a year is £250,000;
  - (2) On the 1st January in 2021 and every subsequent year, the limit in sub-paragraph (1) shall be increased or decreased, as the case requires, by the percentage figure equal to the percentage rise or fall in the Jersey Index of Earnings during the 12 months ending on 30th June in the preceding year.";
- (b) for paragraph 3(6), there is substituted
  - "(6) In this paragraph, the LTC percentage is
    - (a) for 2019, 1%;
    - (b) for 2020 and ensuing years, 2%.".".

DEPUTY G.P. SOUTHERN OF ST. HELIER

#### **REPORT**

These amendments are consequential to my <u>second amendment</u> to the <u>ninth amendment</u> to the <u>Government Plan 2020–2023 (P.71/2019)</u>.

The changes to Schedule 1C are consequential amendments to preserve the Minister's cap and rate proposals, and provide a definition of the upper annual income limit that would otherwise be deleted.

#### Financial and manpower implications

There are no additional financial or manpower implications arising from this amendment.