



STATES OF ALDERNEY

AND

STATES OF ALDERNEY WATER BOARD

BUDGET REPORT 2018

BUDGET REPORT 2018

EXECUTIVE SUMMARY

The Budget for 2018, shown on the attached 2 pages, has been prepared in line with the agreed budget process. The budget was considered and approved at the September Policy & Finance Committee Budget Meeting. The main points to note are as follows:-

- Annual budgets provide a framework, they do not bind the States to spend in any particular area and nor do they preclude the States from choosing to vary the levels and standards of service it provides.
- The States of Alderney receives an annual cash allocation for the revenue account from the States of Guernsey, which together with its own income makes it necessary to prioritise the areas of public services that can be provided from the finite resources available.
- The 2018 revenue cash allocation from Guernsey is set at £1,840k. Although an additional allowance of £20k has been granted from the Guernsey Budget Reserve towards the cost of Chief Executive recruitment, a similar amount was deducted as efficiency savings across all Guernsey Departments, therefore the level remains as per 2017, a reduction in real terms.
- The capital programme is mainly funded by Alderney Gambling Control Commission (AGCC) surpluses, together with locally raised revenue from asset sales etc. The surplus for 2018 is expected to be in the region of £2M, from which transfers to Alderney eGambling Limited (AeGL), Economic Development Reserve Fund (EDRF), and general revenue will be made. It is important to note that there is no cash allocation received from Guernsey in respect of capital funding.
- The Water Board revenue account is expected to raise £670K from water rates and charges, which in 2018 will cover its operating costs.
- The Water Board capital programme continues successfully, funded by grants from the States of Alderney amounting to £2.5 million since 2008, with a further grant of £750K anticipated for 2018.
- The Economic Development Reserve Fund (EDRF), established in 2014 continues to be funded from AGCC reserves at £300k per annum in order to finance the research and development of initiatives to improve the economy, some of which will attract inward investment by way of direct and indirect revenue. As this does not form part of the revenue account any unspent balances each year are rolled forward. Each initiative is subject to an approvals process via the Policy & Finance Committee, and will require application of measurement standards and regular updates, however holding this in a separate reserve fund allows additional flexibility without affecting the revenue account which is constantly under pressure. Further details of the individual initiatives and associated workstreams are shown as follows in detail on pages 2 & 3 of this report.

ECONOMIC DEVELOPMENT

In the face of continuing fiscal challenges the States of Alderney and the States of Guernsey have continued their close working on the economic and social challenges and opportunities faced by both Islands. Oversight of this work is maintained by regular meetings of the Alderney Liaison Group.

Air Transport matters have once again dominated the agenda in Alderney. On the positive side, the increased schedule for flights developed the previous year is proving to be beneficial (particularly on the Southampton route, which has high load factors for much of the summer season). Regular dialogue is maintained with Aurigny and the States Trading Supervisory Board through quarterly meetings of the Memorandum of Understanding Supervisory Board. On the negative side, the protracted delay to the delivery of the second new Dornier 228 (resulting from manufacturing issues at the factory) has caused further problems with the reliability and robustness of the service. The latest new delivery date we have is May 2018. We continue to work to minimise the difficulties, but these events have limited opportunities for further expansion of the schedules. As a result, the additional services on the lifeline routes we earlier envisaged has been significantly less than budgeted.

With a strong desire to increase air passenger numbers further in 2018 and beyond, the Committee is working on a number of possible ways to work with Aurigny to drive up visitor numbers through promotional air fares etc. It is hoped to explore some of these opportunities in time to implement any agreed initiatives in 2018. Budgetary provision is therefore being included in the EDRF for this purpose.

The States are standing by to assist in progressing the key recommendations of the Aurigny Strategic Review regarding Alderney, which appears likely to result, inter alia, in the tendering of the Island's lifeline routes under a Public Service Agreement. Preliminary work is taking place in Alderney on this key issue this year, and further discussions with the authorities in Guernsey are due later this autumn.

While work with Aurigny continues to focus on the lifeline routes of Guernsey and Southampton, very considerable effort has been made throughout the year in facilitating the efforts by Air Alderney to establish a local airline in the Island to operate the new routes of Jersey and Cherbourg, with other routes to follow next year. So far these efforts have been concentrated on staff resources, but once the airline becomes operational, provision has been made for some limited financial support to encourage these new routes and the possible development of others in due course.

Work has continued too on the Airport Rehabilitation project, with York Aviation producing a report on the economic feasibility study of runway length. As a result the decision to proceed with full rehabilitation of the existing 880m length, but restored to a full width (surfaced) of 23m has been taken by the appropriate authorities in Guernsey and Alderney. While provision for the necessary work has been made in the appropriate capital budget in Guernsey, progress continues to be slow, and there are increasing concerns again that the project is not attracting the necessary urgency in regard to implementation.

The importance of seasonal inter-island passenger ferry services has also been recognised this year, with a continuing underwriting arrangement in 2017 for Bumblebee to operate a 12 passengers-and-under ferry on two double rotations twice each week (April-September inclusive) on the Guernsey-Alderney run.

For the future, Alderney has been included in expressions of interest being issued by the authorities in Jersey and Guernsey for a larger inter-islands passenger only ferry in 2018. It is hoped that Alderney may be able to secure an enhanced ferry service from 2018 as a result of this initiative.

Although this fund does not feature in the main part of this budget (it will be shown in the year end accounts as a separate fund), the main initiatives and current work streams, other than those mentioned above, are as follows (not necessarily in order of priority):-

- **Digital Connectivity** – Recommendations have now been made and approved in principle by the Policy & Finance Committee to effectively e-enable Alderney as a place to live and conduct business. This has long been considered a vital project for the Island's economic future, especially given the challenges that the island's relative geographical remoteness pose for business. The objective is to enable superfast Broadband to all properties/businesses on Island, and to encourage a high level of uptake of this service beyond an initial period. This is seen very much as a strong economic and social driver (in areas such as health and education), which should help modernise and transform service delivery on island, as well as creating new business opportunities and attracting more entrepreneurs to establish Alderney as their home.
- **Visit Alderney** – The Tourism strategy for 2017 followed the successful programs established in 2014, 2015 and 2016, focusing on niche tourism, particularly wildlife and heritage, but also very importantly on the diverse and varied program of events spread across an extended season. The importance of tourism to the general Island economy, to local employment and critically to sustaining our transport links cannot be over-emphasised especially as the Island presses for increased capacities on both the Guernsey and Southampton routes. Following reviews by the States' Tourism Action Group, work is now in progress on developing a new ten year Tourism and Marketing Plan, and some provision has been made for this in the EDRF for 2018. In the meantime, the States continue to protect and enhance where possible the Island's key tourism products.
- **Maximise Benefit from sustainable management of Territorial waters (including the seabed)** - This project, looking to protect Alderney's marine resources both in the short and long term, commenced in 2016 and progressed through 2017. It is expected to play a significant role as the Island moves forward with various marine challenges and opportunities. It is being developed as a community project with engagement and involvement from a wide cross-section of marine users. The Community Group is due to report back to the States on the initial phase of work before the end of the year. Provision has been made in 2018 to implement the key decisions, resulting from States' consideration of the recommended Management Plan.
- **Review of Governance** – Work in 2017 focused on what might be achieved via internal reform and through a P&F Working Group, chaired by the President. Expenditure has therefore been minimal, and the process has proved controversial. The way forward for 2018 remains undecided. The initial costs of the review have been charged to Economic Development Reserve Fund however the cost of implementation of any changes will be subject to a fully costed business case proposal, which will need to be approved and voted accordingly from the appropriate budget.
- **Small Business Start-up Scheme** – 2017 has seen renewed interest by applicants for small grants (up to a maximum of £2k) to help with new small start-up businesses. As a result the modest budget (£10k) will be need to be topped up again in 2018.
- **Aviation Fuel Subsidy** – The modest amount of traffic at Alderney Airport makes a fuelling facility marginal. Nevertheless, the Committee is determined to retain both AvGas and Jet A-1 at the airport to ensure that Alderney remains "Open for Business". In recent years this has only been possible through a fuel subsidy, but a rise in General Aviation activity from the summer 2017 has helped to contain the subsidy. The fuelling facility has recently been re-tendered, and it is hoped that it will achieve a more commercial basis in future. Nevertheless, appropriate budgetary provision is being included in the EDRF for 2018.

STATES OF ALDERNEY REVENUE ACCOUNT

The consolidated format provides a summary of expenditure and income from operational areas as well as highlighting sources of revenue. The top section of the report shows the operational activities (both income and expenditure) by the 3 Committees, which shows the net cost of service in each area. This is followed by "other operating income", "property and other grant income" (including the cash allocation from Guernsey), followed by transfers, finally showing the surplus for the year.

As previously reported Senior Managers from each Department are delegated with full responsibility for their budgets as the Principal Budget Holder, and in turn have been given the authority to sub delegate to their staff where appropriate. Each Department is therefore responsible for ensuring that there is sufficient funding available in order to reach the objectives outlined in their departmental business plan.

2017 Revised Budget - The main headline for this year is that the "routine budget" is balanced, however the expenditure on exceptional one-off items mainly relating to Brexit, Land Use Plan, and advice from PWC in respect of FABlink negotiations, resulted in an anticipated overspend on the initial draft budget. At budget review, and on the advice of Guernsey, an application was made for funding from the Budget Reserve which is made available for extraordinary items unable to be met from the normal revenue budget. The request and outcome of this application is well documented, resulting in P&R's recommendation of £435k being transferred from AGCC reserves, and the remainder from the Economic Development Reserve Fund.

The total revised cash allocation from Guernsey for 2017 is £1,840k which has been increased from Original Budget by £10k to meet known pay awards.

2018 Budget - Is based on the locally raised income in addition to the cash allocation from Guernsey at £1,840k. As stated earlier although an additional allowance of £20k was granted from the Guernsey Budget Reserve towards the cost of Chief Executive recruitment, a similar amount was deducted as efficiency savings across all Guernsey Departments, therefore the level remains as per 2017, a reduction in real terms. The expected out turn for 2018 shows a modest surplus of £41.9k.

The sections are listed below including breakdown by Committee, together with the main assumptions or items for note identified throughout the budget.

Building & Development Control Committee

Income – This has increased in 2017 as a result of the amendment to the fee structure, in 2018 an RPIX increase is assumed.

Expenditure - A significant increase 2017 revised budget mainly due to ARUP & Land Use Plan additional costs. The net effect is an increase in expenditure from original budget at £170k to revised budget at £410k.

The 2018 Budget is reduced to usual levels of expenditure at £141k.

General Services

States Works – Main increases in 2018 relate to increased waste disposal costs (Mont Cuët charges), increased maintenance costs at the Connaught/Jubilee due to new operating arrangement together with increased property insurance costs.

Harbour - Overall the harbour deficit has decreased slightly, however the cost of provision of pilotage remains high. The General Services Committee is currently investigating a revised fee structure in relation to Visitor Mooring Fees which will be presented to the States before the end of the year.

Policy & Finance

Corporate & Democratic Services - This heading includes consultancy costs which are significantly higher in 2017 due to PWC, Brexit etc as reported. Staff costs and supplies are also included within this heading which have increased due to Chief Executive recruitment and cover etc. These extraordinary items of expenditure are included in the transfer of funds from AGCC reserves.

Grants - St John Ambulance Grant, following an increase in 2015/2016 of an additional £52k to allow for the purchase of the ambulance, the 2017 grant was reduced back to original level of £42k. On receipt of their accounts, taking into account the high reserves available, the 2018 grant is recommended at a reduced rate of £21k, however this is subject to review should there be a genuine requirement for additional funding.

The ACRE subsidy is showing under this section at £34k for 2017 and £73k in 2018.

Other operating income

This section includes property & land rents which are slightly increased for 2018 due to the ABO rental, also reflected under GSC grants.

Vehicle Import Licences – The General Services Committee is currently investigating raising charges on a different basis from 2018 including the streamlining of categories, which will be presented to the States before the end of the year.

Numismatic & philatelic profits has increased due to the improved terms relating to the new coin contract, including a minimum annual royalty and the removal of the requirement to reserve for base metal coins.

Property and other taxation/grant income

Includes the cash allocation from Guernsey (as mentioned above), duty free concession, and property transfer duty (Conge etc.).

Occupiers Rates 2018 – Having considered an in depth report on Occupiers Rates, the Policy & Finance Committee, being aware of the pressures facing local businesses, are recommending an increase in retail/commercial categories of only 1p per unit from £1.29 to £1.30, whilst at the same time bringing domestic charges in line with this (proportionate for those categories at 50% of these charges), with a 5% increase for any remaining categories.

STATES OF ALDERNEY CAPITAL BUDGET

It is important to recognise that approval by the States of the overall capital budget does not mean that any individual project can proceed without further approval under the financial procedures, and should therefore be recognised as an indication of probable projects as opposed to a firm schedule. All new projects will require individual costings and necessary approvals as per the financial procedures.

Capital Income

The Capital Programme continues to be mainly funded by Alderney Gambling Control Commission surpluses which are expected to amount to approximately £2m in 2018, from which the transfers of £670k to AeGL, £300k to Economic Development Reserve, and up to £105k to revenue will be made. Other minor income relates to the sale of States assets including Le Banquage freeholds.

Capital Expenditure

The General Services Committee anticipate £3.1m capital expenditure during 2018 covering a wide variety of projects including:-

- Road resurfacing projects (main program deferred from 2017 due to ongoing AEL & Water Board projects)
- Sewerage projects
- Improvements at the Connaught and Jubilee Homes
- Various recreational projects
- Vehicle and plant replacements
- Capital grant to the Water Board as outlined below

The Policy & Finance Committee is also predicting to spend £420k on the following projects:-

- Final phases of AEL distribution grid - (as already voted)
- IT upgrades & improvements
- Website update
- Asset Management and Financial Accounting & Reporting

There may also be the requirement for an additional grant towards the Swimming Pool & Sports Centre, which has not been included at this stage as the final costs are unknown.

Overall this reflects an ambitious capital programme for the year ahead, and capital expenditure on some major projects may extend into 2019. Significant capital slippage has occurred in previous years, mainly due to engineering staff turnover as opposed to financial constraints, the backlog of which is now being addressed. The shortfall between income and expenditure required to fund the proposed capital program for 2018 of £2.4m, will be funded by capital reserves, which have mainly been accumulated due to the project slippage in previous years.

The anticipated 5 year capital programme is attached for information, this provides an outline of expected projects/expenditure however each project will be subject to further approvals at the appropriate stage as per the financial rules.

WATER BOARD REVENUE BUDGET

The budget achieves the key objective that the Board should meet its operating costs in any given year in order to build a reserve to fund future capital liabilities and the associated increases in depreciation. It should be noted that each time a capital project is approved the associated ongoing opex costs i.e. depreciation, maintenance contracts, replacements, TRP etc are charged to the revenue account.

Operational activities :-

The anticipated expenditure for 2017 is as originally budgeted, with a slight increase in expenditure for 2018 due to additional maintenance contracts for new /additional plant, and depreciation on capital projects/purchases.

Wage costs are partially offset by recovery from the in-house labour and supervision on capital projects (in excess of £30k in both years).

The administration charge is being incrementally increased annually in order to remove the subsidy over time, as previously approved. However this is only reflecting staff costs and does not include other overheads.

Operational income :-

Water Rates & Charges - Over the last two years when the charges were reviewed we reduced the hose pipe charge, and further stated that this charge would be eradicated over future years. For 2018 it is therefore proposed to eliminate the charge completely, resulting in a loss of income of £11.8k. An overall increase of 5% in rates is therefore proposed in order to ameliorate this, with the minimum charge increased from £63 to £67 per quarter. This will produce an overall surplus for the year of £14k in 2018.

Meanwhile the overall surplus for 2017 revised budget is £1k more than original budget.

WATER BOARD CAPITAL BUDGET

The Water Board continues to be supported by substantial capital investment from the States of Alderney, in the form of capital grants, currently in excess of £2.5M, since 2008. The projects to date have significantly improved the water collection, filtration, treatment, storage and distribution. The more recent distribution improvements have been arranged in order to take the opportunity to trench share with AEL, thereby saving on costs and disruption.

Grant funded capital expenditure for 2018 is anticipated at £750k, the usual annual £250k for further distribution improvements, together with £500k for back-up filtration plant. From 2019 onwards this will revert back to £250k per annum. All of which are pending the identification, prioritisation and costings of the individual schemes. The remaining minor capital expenditure (£25k), will be funded by Water Board reserves.

CONCLUSION

2017 has been an exceptional year in respect of the significant workstreams on the Land Use Plan, and negotiations in respect of FABlink, both of which are unprecedented, in addition to the ongoing recruitment process to secure a new Chief Executive. All have resulted in additional revenue costs, the extent of which were unknown at the time of compiling the 2017 budget last year. As a result any anticipated overspend will be taken from Gambling Reserves, however as stated earlier this was not our preferred option, and is not a measure that we would like to continue in future.

Going forward the pressures on the revenue budget will continue to present the greatest challenge and provides little flexibility for any extraordinary expenditure which may occur during the year.

The States of Alderney must therefore continue to look closer and harder at opportunities to create direct home grown revenue streams together with creating efficiencies wherever possible.

Workstreams on the initiatives relating to the Review of the Financial Relationships are continuing at an appropriate pace. It is expected that there will be no significant change to the budget figures for 2018 as a result, with any anticipated changes occurring in 2019 and beyond.

The challenges in capital spending are the capacity, resources and capability to deliver what is budgeted. Greater focus has to be placed not so much on the cost, but on the benefits derived from the capital projects. The States of Alderney is determined to be prudent in their expenditure. Obtaining value-for-money and competitive transparent tendering must be key future priorities. We will, however, not stint on expenditure that is deemed of economic benefit to the Island.

Our priorities may differ from those that Guernsey would have us accept. When they do differ we shall be clear, firm and defending our corner.

J. Dent
Chairman Policy & Finance Committee

September 2017

STATES OF ALDERNEY BUDGET 2018

Budget - page 1

States of Alderney Revenue Budget

2016 Actual Net		Budget 2017			Revised Budget 2017			Budget 2018		
		Exp.	Inc.	Net	Exp.	Inc.	Net	Exp.	Inc.	Net
£		£	£	£	£	£	£	£	£	£
184,617	Operational activities	170,181	30,000	140,181	410,900	37,000	373,900	141,000	38,000	103,000
	Building and Development Control Services									
	General Services									
1,177,016	States Works	1,341,106	26,200	1,314,906	1,309,300	25,900	1,283,400	1,432,750	25,900	1,406,850
13,036	Recreation	31,900	20,560	11,340	31,300	19,862	11,438	32,200	20,960	11,240
38,384	Fire Brigade	55,728	-	55,728	46,900	-	46,900	54,900	-	54,900
22,235	Civil Emergency	25,250	-	25,250	24,950	-	24,950	25,350	-	25,350
28,459	Grants	29,000	-	29,000	29,000	-	29,000	42,480	-	42,480
73,448	Harbour	377,032	288,758	88,274	363,950	296,080	67,870	379,100	306,150	72,950
	Policy and Finance Services									
748,155	Corporate and democratic services	720,870	38,070	682,800	1,160,494	38,840	1,121,654	963,325	26,200	937,125
91,278	Court	177,032	64,000	113,032	172,400	72,500	99,900	176,400	62,500	113,900
206,840	Tourism and marketing	226,532	17,000	209,532	220,500	11,800	208,700	221,100	12,000	209,100
32,741	Education and health	32,300	-	32,300	32,300	-	32,300	32,900	-	32,900
11,942	Social and welfare services	18,500	-	18,500	17,500	-	17,500	20,300	-	20,300
90,899	Grants	66,500	-	66,500	97,500	-	97,500	115,500	-	115,500
2,719,050	Cost of services	3,271,931	484,588	2,787,343	3,916,994	501,982	3,415,012	3,637,305	491,710	3,145,595
	Other operating income									
233,603	Property and land rents - GSC	-	156,115	156,115	-	155,007	155,007	-	177,841	177,841
41,729	Rents - PFC	-	41,730	41,730	-	41,800	41,800	-	43,890	43,890
(17,967)	Interest receivable	-	18,800	18,800	-	18,405	18,405	-	22,800	22,800
51,166	Vehicle import licence fees	-	35,000	35,000	-	50,000	50,000	-	53,750	53,750
79,459	Numismatic and philatelic profits	-	101,000	101,000	-	125,000	125,000	-	156,800	156,800
	Property and other grant income									
1,884,500	Grant from States of Guernsey	-	1,830,000	1,830,000	-	1,840,000	1,840,000	-	1,840,000	1,840,000
466,915	Occupiers Rates	-	490,077	490,077	-	495,800	495,800	-	532,000	532,000
-	Property Transfer Duty	-	200,000	200,000	-	234,000	234,000	-	232,000	232,000
28,857	Duty free concession	-	25,000	25,000	-	25,000	25,000	-	25,000	25,000
49,212	Surplus/(Deficit) on provision of services			110,379			(430,000)			(61,514)
-	Transfer from AGCC Reserves			-			435,000			105,000
(287)	Transfer to/(from) Retained Surplus			-			-			-
49,499	Transfer to Currency Reserve			75,000			5,000			1,500
-	Transfer to General Revenue Reserves			-			-			-
0	Surplus/(Deficit) for year			35,379			0			41,986

States of Alderney Capital Budget

2016 Actual Net		Budget 2017			Revised Budget 2017			Budget 2018		
		Exp.	Inc.	Net	Exp.	Inc.	Net	Exp.	Inc.	Net
£		£	£	£	£	£	£	£	£	£
769,297	General Services Projects	2,151,000	-	2,151,000	1,830,000	-	1,830,000	3,124,000	-	3,124,000
291,935	Policy and Finance Projects	1,310,000	-	1,310,000	1,285,000	-	1,285,000	418,000	-	418,000
300,000	Transfer to Economic Development Fund	300,000	-	300,000	300,000	-	300,000	300,000	-	300,000
-	Transfer to Revenue Account	-	-	-	435,000	-	435,000	105,000	-	105,000
1,361,232	Total capital expenditure			3,761,000			3,850,000			3,947,000
	Sources of funding									
1,803,000	AGCC profit transfer	-	1,300,000	1,300,000	-	1,300,000	1,300,000	-	1,330,000	1,330,000
233,000	Property Transfer Duties	-	-	-	-	-	-	-	-	-
-	Exceptional income	-	-	-	-	-	-	-	-	-
34,000	Asset sales	-	25,000	25,000	-	25,000	25,000	-	25,000	25,000
-	Other	-	2,000	2,000	-	-	-	-	-	-
2,070,000	Total capital income			1,327,000			1,325,000			1,355,000
708,768	Surplus/(Deficit) for year (funded from reserves)			(2,434,000)			(2,525,000)			(2,592,000)

STATES OF ALDERNEY WATER BOARD BUDGET 2018

Budget - page 2

Water Board Revenue Budget

2016 Actual Net		Budget 2017			Revised Budget 2017			Budget 2018		
		Exp.	Inc.	Net	Exp.	Inc.	Net	Exp.	Inc.	Net
£		£	£	£	£	£	£	£	£	£
505,124	Operational activities	551,500	-	551,500	550,220	-	550,220	557,420	-	557,420
96,781	Operating and maintenance expenses									
	Administration and general	94,320	-	94,320	95,835	-	95,835	105,700	-	105,700
601,905	Total expenditure			645,820			646,055			663,120
	Operating income									
648,574	Supply charges	-	647,880	647,880	-	653,500	653,500	-	670,700	670,700
-	Asset sales	-	-	-	-	-	-	-	-	-
648,574	Total operating income			647,880			653,500			670,700
46,669	Operating surplus/(Deficit)			2,060			7,445			7,580
	Other income									
11,732	Rents & interest			11,394			6,500			6,500
58,401	Surplus/(Deficit) for year			13,454			13,945			14,080

Water Board Capital Budget

2016 Actual Net		Budget 2017			Revised Budget 2017			Budget 2018		
		Exp.	Inc.	Net	Exp.	Inc.	Net	Exp.	Inc.	Net
£		£	£	£	£	£	£	£	£	£
244,349	Expenditure	275,000	-	275,000	244,000	-	244,000	775,000	-	775,000
244,349	Total capital expenditure			275,000			244,000			775,000
156,200	Income (funded by States of Alderney Grants)	-	250,000	250,000	-	206,000	206,000	-	750,000	750,000
156,200	Total capital income			250,000			206,000			750,000

As at 28.09.17

DEPARTMENT/PROJECT	2017		2018		2019		2020		2021		Comments
<u>FIRE BRIGADE</u>											
Tanker - second hand from SOG							30				Per agreed replacement programme
Replacement Personnel Fire Fighting Kit	20	20		0		0		30		0	
<u>HARBOUR</u>											
Glacis Boat Park (total project £60k)				35							Prelims voted and approved £15k
Fendering Replacement				30		15					
Mooring Buoys and Block Replacements	15			35		35		35		35	
Douglas Quay repairs/surfacing				30							
Rock Removal - Pontoon Area											Voted £18k await expenditure
Inner Harbour Quay face				20							Prelims £3.3k voted for survey
Crane replacement (net)				620							£900k less px £280k
Boat Hoist	80										Voted & approved
Tractor replacement (Second Hand)				50							
Harbour Launch Replacement		95		820		35	85		35	35	
<u>SWD - SEWERAGE PROJECTS</u>											
Mouriaux to Platte Saline	50			350		400					Voted to date £123k
Extension of Outfall at Fort Doyle						100					Dependent on M-P/S scheme
Pump Station & Sewerage Improvements				15				15		30	
Pipe Lining & Repair Work	25	75		25	390	25	525	25	40	25	55
<u>SWD - PROPERTIES</u>											
St Annes Church	428										Balance of approved vote
Relocate Agricultural Section to SWD				15							
Works Dept - Building/Garaging/Relocation						100					
Key Worker Houses - Re-roof	35										
Island Hall Repairs - New Kitchen				40							
Island Hall Repairs - New Windows						50					
Island Hall - Community Hall Roof	45										
Old Gaol Refurbishment										50	
Toilet refurbishment in Town Area				30				30			Incl disabled facilities
Jubilee/Connaught -Laundry/Kitchen/Infection	100										
Jubilee & Connaught Lift etc				200							
Jubilee & Connaught - future projects						150		150		150	
Nunnery Building - Refurbish	280	888		285		300		180		200	Voted & approved up to £280k
<u>SWD - ROADS & LAND PROJECTS</u>											
Road Resurfacing Contract				300				300			Deferred from 2017 AEL/WB works
Surfacing of Minor Roads	30			20		20		20		20	Includes plant in 2017
Town Streets (drain/water/cobbles)						250		600		600	
Disabled Access Improvements				75							
Land for Runway Extension	5	35		20	415		270		920	620	
<u>SWD - COASTAL & CLIFF EROSION</u>											
Coastal Defences - All areas	70			40		40		40		40	
Cliff - York Hill/AEL Power Station		70		35	75	200	240	50	90	50	90
<u>SWD - WASTE DISPOSAL & RECYCLING</u>											
Recycling - Area Improvements/equipment	20			40							
Impot - Area Improvements	40										

Impot - Oil Fuel & Paint Storage				20					
Impot -Waste Equipment		60	40	100	120	0		0	
<u>SWD - RECREATION</u>									
Butes Play Park improvements (age 5+)	40		15						Part funded
Skate Park Relocation				25					
Public Welfare amenities (portaloo)			20						
Public Recreation Amenities (benches BBQ)		40	15	50	25	15	15	0	
<u>SWD VEHICLES & PLANT</u>									
Dustcart			70						4 year rolling program
Sewercart	110								
Drain jetter	12								
Ford Ranger	21								Voted & Approved
Green Waste Shredder	46								Voted & Approved
Air Curtain Burner	49								Voted & Approved
Baler	61								Voted & Approved
Agriculture Side Arm	12								Voted & Approved £11.5k
Agriculture - powerscythe	12								Voted & Approved £11.9k
Agriculture - strimmers & minor plant	10		10	10	10		10		
Agriculture - Tractor replacement			45						
Agriculture - Piaggio			12						
Hooklift & Tractor			98						
Transit Tail lift			30						
Transit			22						
Tipper Truck						24			
Excavator (360)				75					
Recycling containers	8		12	16	8		8		
Furture replacements (2019-2021)		341		299	154	100	142	18	
<u>WATERBOARD GRANTS</u>									
Phase 8 - Braye Road	93								Voted & Approved
Phase 9 - Newtown & Waterlane			150						Voted & Approved
Phase 10 - Coastguards	33								Voted & Approved
Phase 11 - Arsenal & Whitegates	50								
Phase 12 - Distribution Disinfection System	30								
Back Up plant			500						
Further Distribution Improvements		206	100	750	250	250	250	250	
<u>P&F GRANTS/PROJECTS</u>									
Swimming Pool & Sports Centre Grant	35								Voted & approved £250k + £35k
AEL Sale & leaseback of Grid	950		198						Balance of approved vote
Aircraft Refuelling Facility	100								
Upgrade telephone network	40								Voted & approved
Video Conferencing facilities	20								Voted & approved
IT Replacements & Office Equipment	30		60	40	40		40		
Hardware Infrastructure	40								
Power Surge Protection	20								
Website Updates/ Archiving			60						
Asset Management & Financial Services	50	1285	100	418	90	20	60	40	
TOTAL		3115		3542	2059		1762	1308	

The Occupier's Rate (Level for 2018)

Ordinance, 2017

THE STATES OF ALDERNEY, in pursuance of their Resolution of the 18th October, 2017, and in exercise of the powers conferred on them by section 3 of the Alderney (Application of Legislation) Law, 1948^a, and all other powers enabling them in that behalf, hereby order:-

Level of Occupier's Rate for 2018.

1. The Occupier's Rate to be levied on real property in the calendar year 2018, pursuant to section 3 of the Alderney (Application of Legislation) Law, 1948, shall be levied, in respect of real property falling within a property description/usage specified in column 2 of the Schedule, at the rate per assessable unit specified in relation to that property description/usage in column 3 of the Schedule in respect of each assessable unit of the real property in question.

Interpretation.

2. (1) In this Ordinance, unless the context requires otherwise -

"**assessable unit**", in relation to real property, means the assessable units of the real property within the meaning of, and calculated in accordance with, the TRP Ordinance,

"**property description/usage**" shall be construed in accordance with the TRP Ordinance,

^a Ordres en Conseil Vol. XIII, p. 448 as amended by Vol. XVI, pp. 124 and 126; Vol. XXIV, p. 210; Vol. XXIX, p. 299; Vol. XXX, p. 224 and Vol. XXXVII, p. 251, Guernsey Ordinance No. XXXIII of 2003, No. XXXIII of 2007 and No. IX of 2016. See also Order in Council No. X of 2006.

"property reference", in column 1 of the Schedule, shall be construed in accordance with the TRP Ordinance, and

"the TRP Ordinance" means the Taxation of Real Property (Guernsey and Alderney) Ordinance, 2007^b.

(2) The Interpretation (Guernsey) Law, 1948^c applies to the interpretation of this Ordinance.

(3) Any reference in this Ordinance to an enactment is a reference thereto as from time to time amended, re-enacted (with or without modification), extended or applied.

Citation.

3. This Ordinance may be cited as the Occupier's Rate (Level for 2018) Ordinance, 2017.

Commencement.

4. This Ordinance shall come into force on the 1st January, 2018.

^b Ordinance No. XXXIII of 2007 as amended by Order in Council No. XIII of 2010 and Guernsey Ordinance No. X of 2008, No. XVI, No. XLV of 2009, No. LIII of 2010, No. XLVIII of 2011, No. XIII of 2012, No. LI of 2012, No. XXVII of 2013, No. XLI of 2014, No. XLI of 2015, No. IX of 2016 and No. XXXII of 2016 and G.S.I. No. 54 of 2008; No. 109 of 2010; No. 40 of 2011 and No. 51 of 2013.

^c Ordres en Conseil Vol. XIII, p. 355.

SCHEDULE
PROPERTY REFERENCES, PROPERTY DESCRIPTION/USAGES
AND RATE PER ASSESSABLE UNIT

1 PROPERTY REFERENCE	2 PROPERTY DESCRIPTION/USAGE	3 RATE PER ASSESSABLE UNIT
B1.1A	Domestic (whole unit)	£1.30
B1.2A	Domestic (flat)	£1.30
B1.3A	Domestic (glasshouse)	£0.65
B1.4A	Domestic (outbuildings)	£0.65
B1.5A	Domestic (garaging) (non-owner-occupied)	£1.30
B3.1A	Domestic (whole unit) Social Housing	£1.30
B3.2A	Domestic (flat) Social Housing	£1.30
B3.3A	Domestic (glasshouse) Social Housing	£0.65
B3.4A	Domestic (outbuildings) Social Housing	£0.65
B3.5A	Domestic (garaging and parking) (non-owner-occupied) Social Housing	£1.30
B4.1A	Hostelry and food outlets	£1.30
B4.2A	Self-catering accommodation	£1.30
B4.3A	Motor and marine trade	£1.30
B4.4A	Retail	£1.30
B4.5A	Warehousing, storage facilities and hangars	£1.30
B4.6A	Industrial and workshop	£1.30
B4.7A	Recreational and sporting premises	£1.51
B4.8A	Garaging and parking (non-domestic)	£1.30
B5.1A	Utilities providers	£26.45
B6.1A	Office and ancillary accommodation (regulated finance industries)	£4.80
B6.2A	Office and ancillary accommodation (other than regulated finance industries)	£2.37
B7.1A	Horticulture (building other than a glasshouse)	£0.28
B8.1A	Horticulture (glasshouse)	£0.28
B9.1A	Agriculture	£0.28
B10.1A	Publicly owned non-domestic (paragraphs (a) to (d))	£2.37
B10.1A	Publicly owned non-domestic (paragraphs (e) and (f))	Zero
B11.1A	Exempt (buildings)	Zero
B12.1A	Buildings – Penal Rate	Zero
B13.1A	Development building (domestic)	£0.65
B13.2A	Development building (non-domestic)	£0.65

ORDINANCE OF THE STATES

THE STATES WATER SUPPLY (RATES OF CHARGE) (ALDERNEY) ORDINANCE, 2017

THE STATES OF ALDERNEY, in pursuance of their Resolution of the 18th October, 2017, and in exercise of the powers conferred upon them by sections 14 and 39A of the Alderney Water Supply Law, 1954, as amended^a hereby order: -

Water supplied otherwise than by measure.

1. The quarterly charge for the supply of water to any property (except where the property is supplied by measure), from and including 26th December, 2017, shall be the sum of the following -

- (a) £0.43 per assessable unit of the property as calculated for the purposes of property tax under the provisions of the Taxation of Real Property (Guernsey and Alderney) Ordinance 2007^b, subject to a minimum charge per supply of £67.00, and
- (b) in respect of the supply, use or event described in the first column of the Schedule to this Ordinance, such additional charge as is set out in the second column of the Schedule.

^a Ordres en Conseil Vol XVI, p 129; as amended by Vol. XXI, p. 310; Vol. XXIII, p. 523; Vol. XXIV, p 59; Vol. XXXI, p. 306; Vol. XXXIX, p. 124; and Alderney Ordinance No. II of 1997.

^b Recueil d'Ordonnances Tome XXXII, p. 504; there are amendments not relevant to this Ordinance.

Water supplied by measure for domestic use.

2. (1) The charge for the supply of water to any property by measure for domestic use, from and including 26th December, 2017 shall be £1.94 per cubic metre.

(2) Notwithstanding the provisions of subsection (1), the States General Services Committee may determine a minimum quarterly charge for the supply of water to any property for domestic use by measure: Provided always that such minimum quarterly charge shall not exceed one quarter of such estimated total annual charge for the supply of water in respect of the property supplied under and by virtue of sections 1(a) and (b), as the Committee may determine.

Water supplied by measure for other than domestic use.

3. (1) The charge for the supply of water to any property by measure for any use other than domestic use, from and including 26th December, 2017, shall be the sum of the following -

(a) a standing quarterly charge of £63.65, and

(b) £1.94 per cubic metre.

(2) For the avoidance of doubt, where water is supplied to property during the course of demolition, rebuilding, construction or development of any dwelling or other building at that property, the supply shall be deemed to be for a use other than domestic use.

(3) Where the circumstances described in subsection (2) apply -

- (a) a water meter shall be fitted by the States Water Board at the cost of the person responsible for the demolition, rebuilding, construction or development concerned, and
- (b) the charges provided for under subsection (1) shall apply.

Repeal.

4. The States Water Supply (Rates of Charge) (Alderney) Ordinance, 2016^c is hereby repealed.

Citation.

5. This Ordinance may be cited as the States Water Supply (Rates of Charge) (Alderney) Ordinance, 2017.

Commencement.

6. This Ordinance shall come into force on the 26th day of December, 2017.

^c Ordinance No. XIII of 2016.

SCHEDULE

Section 1

Additional charges in relation to the non-metered use of water

1. Supply to properties with swimming pools, jacuzzi, spa pools or similar installations	£63.65 per quarter
2. Supply to cafes, chip shops, licensed premises & takeaway food outlets	£63.65 per quarter
3. Supply to guesthouses, self catering units or hotels	£21.92 per head of approved accommodation per year payable quarterly
4. Supply to hairdressers & dentists	£63.65 per quarter
5. Service connection	£572.00 minimum charge per connection, payable on installation. Quarterly rates subsequently payable commencing from date of installation.
6a. Minimum charge per commercial/ domestic supply	£67.00 per quarter
6b. Minimum charge per supply (other)	£33.50 per quarter
7. Permit for sprinkler/irrigation system for community purposes	£127.50 one off payment on approval
8. Disconnection or re-connection fee	£198.50 per supply on disconnection or re-connection
9. Installation of water meter – External Installation (installation of meter fitted in an external boundary chamber), or Internal Installation (installation of meter on the incoming main inside of the property)	Minimum charge of £575.50 plus additional costs if above this amount.