STATES OF JERSEY



DRAFT GAMBLING (2010 FEES) (JERSEY) REGULATIONS 200-(P.141/2009): AMENDMENT (P.141/2009 Amd.) – COMMENTS

Presented to the States on 16th November 2009 by the Minister for Economic Development

STATES GREFFE

COMMENTS

The decision of the Deputy of St. Martin to bring this set of amendments goes against the public interest in a number of ways. The Minister has noted that the industry has been protected from facing the full cost of its regulation for a number of years through benign neglect, but can no longer be allowed such an extravagance. In line with the States 'user pays' principles, the Minister has accordingly agreed a level of fee increases that are above RPI, but which vitally do not inflict a full cost-recovery measure in one year. The industry has argued, and the Minister has agreed, that a stepped approach is fairer and will allow the industry flexibility to adjust the impact on its costs.

The increases proposed in P.141/2009 are high, but they are below the full cost incurred and have been a part of Ministerial policy and public consultation that has taken place over the past 2 years. These amendments would restrict increases to the level commensurate with the RPI and in so doing keep the current public subsidy for gambling regulation artificially high. Such a measure at a time of increasing pressure on public finances is not defensible, and accordingly the Minister opposes these amendments.