

**WRITTEN QUESTION TO THE MINISTER FOR TREASURY AND RESOURCES
BY DEPUTY T.M. PITMAN OF ST. HELIER
ANSWER TO BE TABLED ON TUESDAY 23rd MARCH 2010**

Question

“At present those 1(1)(k) residents granted such status after 1st January 2005 are taxed at the following rates:

- The first £1m of foreign income at 20%
- The next £500,000 of foreign income at 10%
- The balance of foreign income at 1%
- All Jersey source income at 20%

The Minister has further advised the Assembly recently that the taxation percentage of all 1(1)(k) residents can be legally increased/enhanced. This being accepted, will the Minister advise what increase in tax revenues could be expected if all 1(1)(k) residents were to be taxed instead at:

- the increased rates of 25%, 12.5%, 2% and 25% respectively; or (b) alternatively by a straight-forward 1% increase in all four categories?”

Answer

In my written answer to the Deputy on 23rd February, 2010, I stated ‘...1(1)(k)’s may pay all their tax liability personally, or it may be split between their personal liability and that of their companies and / or trusts.....’.

It is not possible to give an answer to this question because the Deputy only refers to the personal income tax rates which 1(1)(k)’s are liable to in a personal capacity.