
DATE: 16 July 2019

MEETING: Council Meeting of 11/07/2019

TITLE Resolution to set the Rates for the 2019/20 Financial Year

FILE REF 19/642

AGENDA ITEM NO. 8

Councillor Kerr/Councillor Lawson

- A) That the report of the “Financial Policy Advisor” titled “Resolution to set the Rates for the 2019/20 Financial Year” dated 11/07/2019 be received.
- B) That pursuant to the Local Government (Rating) Act 2002, the Hastings District Council makes the rates on rating units in the District for the financial year commencing on 1 July 2019 and ending on 30 June 2020 and adopts the due dates and penalty dates for the 2019/20 financial year, as follows:

INTRODUCTION

Hastings District Council has adopted its 2019/20 Annual Plan. This has identified the Council’s budget requirement, and set out the rating policy and funding impact statement. The Council hereby sets the rates described below to collect its identified revenue needs for 2019/20 commencing 01 July 2019. All rates are inclusive of Goods and Services Tax.

GENERAL RATES

A general rate set and assessed in accordance with Section 13 of the Local Government (Rating) Act 2002, on the land value of all rateable land within the district on a differential basis as set out below:

Differential Group Name	Factor	Cents per Dollar of \$ LV
Differential Rating Area One		
Residential	1	0.614621
Residential Clive	0.81	0.497843
Residential Non-Urban (Including Townships and Small Settlements)	0.76	0.467112
Horticulture / Farming	0.68	0.417942
CBD Commercial	3.00	1.843863
Other Commercial	2.75	1.690208
Commercial Non-Urban – Peripheral	2.35	1.444360
Differential Rating Area Two		
Residential	0.85	0.250252
Lifestyle / Horticulture / Farming	1	0.294414
Commercial	1.65	0.485783

UNIFORM ANNUAL GENERAL CHARGE

A uniform annual general charge set and assessed in accordance with Section 15 of the Local Government (Rating) Act 2002, of \$206 on each separately used or inhabited part of a rating unit within the district.

TARGETED RATES

All differential categories of targeted rates areas are as defined in the Funding Impact Statement for 2019/20. For the purposes of the Havelock North Promotion, Hastings City Marketing, Hastings CBD Targeted Rate, Havelock North CBD Targeted Rate, and Security Patrols (Hastings and Havelock North), a commercial rating unit is one that fits the description as set out under DRA1 CBD Commercial and DRA1 Other Commercial in Part B of the Funding Impact Statement for 2019/20.

COMMUNITY SERVICES & RESOURCE MANAGEMENT RATE

A targeted rate set and assessed in accordance with Section 16 of the Local Government (Rating) Act 2002, on a differential basis, on each separately used or inhabited part of a rating unit as follows:

Differential Category	Factor	\$ per SUIP
Differential rating area one		
Residential	1	\$440
CBD Commercial	1	\$440
Other Commercial	1	\$440
Residential Clive	0.75	\$330
Residential Non-Urban (Including Townships & Small Settlements)	0.75	\$330
Horticulture / Farming	0.75	\$330
Commercial Non-Urban (Peripheral)	0.75	\$330
Differential rating area two		
Residential	1	\$283
Lifestyle / Horticulture / Farming	1	\$283
Commercial	1	\$283

HAVELOCK NORTH PROMOTION

A targeted rate set and assessed in accordance with Section 16 of the Local Government (Rating) Act 2002, on the land value of any commercial rating unit located within Havelock North as defined on Council Map "Havelock North Promotion Rate", of 0.159451 cents per dollar of land value.

SWIMMING POOL SAFETY

A targeted rate set and assessed in accordance with Section 16 of the Local Government (Rating) Act 2002, as a fixed amount on every rating unit where a swimming pool (within the meaning of the Fencing of Swimming Pools Act 1987) is located, of \$61 per rating unit.

HAVELOCK NORTH PARKING

A targeted rate set and assessed in accordance with Section 16 of the Local Government (Rating) Act 2002, on a differential basis, on each separately used or inhabited rating unit located within Havelock North as defined on Council Map "Havelock North Parking", as follows:

Differential Category	Factor	\$ per SUIP
Residential	1	\$23
CBD Commercial/Other Comm	3	\$69
All others	1	\$23

HASTINGS CITY MARKETING

A targeted rate set and assessed in accordance with Section 16 of the Local Government (Rating) Act 2002, on the land value of any commercial rating units located within Hastings as defined on Council Map "Hastings City Marketing Rate", of 0.260966 cents per dollar of land value.

HASTINGS CBD TARGETED RATE

A targeted rate set and assessed in accordance with Section 16 of the Local Government (Rating) Act 2002, on the land value of any commercial rating unit located within Hastings as defined on the Council Map "Hastings CBD", of 0.166000 cents per dollar of land value.

HAVELOCK NORTH CBD TARGETED RATE

A targeted rate set and assessed in accordance with Section 16 of the Local Government (Rating) Act 2002, on the land value of any commercial rating unit located within Havelock North as defined on Council Map "Havelock North CBD", of 0.078083 cents per dollar of land value.

SECURITY PATROLS

Targeted rates set and assessed in accordance with Section 16 of the Local Government (Rating) Act 2002, on the land value of any commercial rating unit located within each respective Council Map defined "Hastings Security Patrol Area" and "Havelock North Security Patrol Area", as follows:

Hastings Security Patrol Area - 0.103699 cents per dollar of land value.

Havelock North Security Patrol Area - 0.062425 cents per dollar of land value.

SEWAGE DISPOSAL

A differential targeted rate set and assessed in accordance with Section 16 of the Local Government (Rating) Act 2002, based on the provision or availability to the land of the service. The rate is set as an amount per separately used or inhabited part of a rating unit classified as 'connected' or 'serviceable' (as defined in the Funding Impact Statement).

A differential targeted rate for all non-residential rating units classified as "connected", based on the use to which the land is put. The rate is an amount for each water closet or urinal after the first.

The rates apply to connected or serviceable rating units in all areas excluding those in the Waipatiki scheme area.

The rates for the 2019/20 year are:

Category	Factor	\$ per SUIP
(1) Connected	1	\$235
(2) Serviceable	0.5	\$117.50

Where connected, in the case of non-residential use, the differential charge for each water closet or urinal after the first is as follows:

Differential category	Factor	Charge Per Water Closet and Urinal After the First
Schools/Churches	0.13	\$30.55
Chartered Clubs / Rest Homes / Prisons / Commercial Accommodation providers / Hospitals / Child Care Centres	0.40	\$94
HB Racing Centre / A&P Showgrounds / Regional Sports Park	0.25	\$58.75
All other Non-Residential	0.80	\$188

WAIPATIKI SEWAGE DISPOSAL

A differential targeted rate set and assessed in accordance with Section 16 of the Local Government (Rating) Act 2002, based on the provision or availability to the land of the service. The rate is set as an amount per separately used or inhabited part of a rating unit classified as ‘connected’ or ‘serviceable’ (as defined in the Funding Impact Statement).

This rate applies only to connected or serviceable rating units in the Waipatiki scheme area.

The rates for the 2019/20 year are:

Category	Factor	\$ per SUIP
(1) Connected	1	\$430
(2) Serviceable	0.5	\$215

Where connected, in the case of non-residential use, the differential charge is set for each water closet or urinal after the first as follows:

Differential Category	Factor	Charge Per Water Closet and Urinal After the First
Schools/Churches	0.13	\$55.90
Chartered Clubs / Rest Homes / Prisons / Commercial Accommodation providers / Hospitals / Child Care Centres	0.40	\$172
HB Racing Centre / A&P Showgrounds / Regional Sports Park	0.25	\$107.50
All other Non-Residential	0.80	\$344

WASTEWATER TREATMENT

A differential targeted rate set and assessed in accordance with Section 16 of the Local Government (Rating) Act 2002, based on the provision or availability to the land of the service. The rate is set as an amount per

separately used or inhabited part of a rating unit classified as ‘connected’ or ‘serviceable’ (as defined in the Funding Impact Statement).

A differential targeted rate for non-residential rating units classified as “connected”, based on the use to which the land is put. The rate is an amount for each water closet or urinal after the first.

The rates apply to connected or serviceable rating units in all areas excluding those in the Waipatiki scheme area.

The rates for the 2019/20 year are:

Category	Factor	\$ Per SUIP
(1) Connected	1	\$80
(2) Serviceable	0.5	\$40

Where connected, in the case of non-residential use, the differential charge is set for each water closet or urinal after the first as follows:

Differential Category	Factor	Charge Per Water Closet and Urinal After the First
Schools/Churches	0.13	\$10.40
Chartered Clubs / Rest Homes / Prisons / Commercial Accommodation providers / Hospitals / Child Care Centres	0.40	\$32
HB Racing Centre / A&P Showgrounds / Regional Sports Park	0.25	\$20
All other Non-Residential	0.80	\$64

WATER SUPPLY

Targeted rates set and assessed in accordance with Section 16 of the Local Government (Rating) Act 2002, on each separately used or inhabited part of a rating unit classified as ‘connected’ or ‘serviceable’ (as defined in the Funding Impact Statement), and based on the provision or availability to the land of the service, as follows:

The rates for the 2019/20 year are:

Water Supply Area	Connected (Factor 1 Per SUIP)	Serviceable (Factor 0.5 Per SUIP)
Water Rate (including Hastings, Havelock North, Flaxmere, Waipatu, Haumoana/Te Awanga, Clive, Whakatu, Omahu and Paki Paki)	\$450	\$225
Waimarama	\$450	\$225
Waipatiki	\$450	\$225
Whirinaki	\$450	\$225

WATER BY METER

A targeted rate set and assessed in accordance with Section 19 of the Local Government (Rating) Act 2002, on the volume of water supplied as extraordinary water supply, as defined in Hastings District Council

Water Services Policy Manual (this includes but is not limited to residential properties over 1,500m² containing a single dwelling, lifestyle lots, trade premises, industrial and horticultural properties) of \$0.78 per cubic metre of water supplied over and above the typical annual household consumption as defined in the Hastings District Council Water Services Policy Manual.

RECYCLING

A targeted rate set and assessed in accordance with Section 16 of the Local Government (Rating) Act 2002, on each separately used or inhabited part of a rating unit and based on the provision or availability to the land of the service provided in the serviced area, of \$43 per separately used or inhabited part of the rating unit.

REFUSE

A targeted rate set and assessed in accordance with Section 16 of the Local Government (Rating) Act 2002, on each separately used or inhabited part of a rating unit within the area defined on Council Map 'Refuse', differentiated based on the use to which the land is put.

Residential rating units currently receive a weekly collection. Commercial rating units located within Hastings as defined on Council Map "Hastings CBD Refuse", and located within Havelock North as defined on Council Map "Havelock North CBD Refuse" currently receive a twice weekly collection.

The rate for 2019/20 is:

Differential Category	Factor	\$ per Separately Used or Inhabited Part
Residential	1	\$16
Commercial CBD	2	\$32

WAIMARAMA REFUSE

A targeted rate set and assessed in accordance with Section 16 of the Local Government (Rating) Act 2002, on each separately used or inhabited part of a rating unit located within Waimarama as defined on Council Map "Waimarama Refuse Collection", and based on the provision or availability to the land of the service provided, of \$80 per separately used or inhabited part of the rating unit.

CAPITAL COST OF SUPPLY EXTENSIONS

Targeted rates set and assessed in accordance with Section 16 of the Local Government (Rating) Act 2002, on each separately used or inhabited part of a rating unit, and based on the provision or availability to the land of the service provided, to fund the capital cost of the extension to the water supply and sewerage networks in each of the following locations, as follows:

Whirinaki Water Supply:

\$270 per separately used or inhabited part of a rating unit for those rating units where the ratepayer elected for a 25 year targeted rate option and elected not to pay a lump sum option at the time of scheme inception.

Waipatiki Sewage Disposal:

\$1,312 per separately used or inhabited part of a rating unit for those rating units where the ratepayer elected for a 10 year targeted rate option and elected not to pay a lump sum option at the time of scheme inception.

WAIMARAMA SEA WALL

A targeted rate set and assessed in accordance with Section 16 of the Local Government (Rating) Act 2002 on a differential basis, on each separately used or inhabited part of a rating unit within each individual zone defined on Council Map “Waimarama Sea Wall Zone” of the following amounts per separately used or inhabited part of the rating unit:

Zone 1 shall pay 67% of the cost to be funded, whilst Zone 2 shall pay 23% of the cost and Zone 3 10% of the cost.

Zone 1	\$270	Zone 2	\$187	Zone 3	\$70
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DUE DATES AND PENALTY DATES

Due Dates for Payment and Penalty Dates (for Rates other than Water by Meter Rates):

The Council sets the following due dates for payment of rates (other than Water by Meter) and authorises the addition of penalties to rates not paid on or by the due date, as follows:

Rates will be invoiced by quarterly instalments over the whole of the district on the due dates below:

Instalment	Due Date	Penalty Date
1	23 August 2019	28 August 2019
2	22 November 2019	27 November 2019
3	21 February 2020	26 February 2020
4	22 May 2020	27 May 2020

A penalty of 10% will be added to any portion of rates (except for Water by Meter) assessed in the current year which remains unpaid after the relevant instalment due date, on the respective penalty date above.

Arrears Penalties on Unpaid Rates from Previous Years

Any portion of rates assessed in previous years (including previously applied penalties) which remains unpaid on 17 July 2019 will have a further 10% added. The penalty will be added on 18 July 2019.

A further additional penalty of 10% will be added to any portion of rates assessed in previous years which remains unpaid on 19 January 2020. The penalty will be added on 20 January 2020.

Due Dates for Payment and Penalty Dates (for Water by Meter Rates):

For those properties that have a metered water supply, invoices will be issued either three-monthly or six-monthly.

Three Monthly Invoicing:

Instalment	Invoicing Due Date	Penalty Date
1	21 October 2019	22 October 2019
2	20 January 2020	21 January 2020
3	20 April 2020	21 April 2020
4	20 July 2020	21 July 2020

Six Monthly Invoicing:

Instalment	Invoicing Due Date	Penalty Date
1	20 January 2020	21 January 2020
2	20 July 2020	21 July 2020

A penalty of 10% will be added to any portion of water supplied by meter, assessed in the current year, which remains unpaid after the relevant instalment due date, on the respective penalty date above.

Arrears Penalties on Unpaid Water by Meter Rates from Previous Years

Any portion of Water by Meter rates assessed in previous years (including previously applied penalties) which remains unpaid on 22 July 2019 will have a further 10% added. The penalty will be added on 23 July 2019.

A further additional penalty of 10% will be added to any portion of rates assessed in previous years which remains unpaid on 22 January 2019. The penalty will be added on 23 January 2019.

With the reasons for this decision being:

The Council is required to collect funds from rates on properties to undertake the functions outlined in the 2019/20 Plan.

CARRIED