

## RESOLUTION TO SET THE RATES FOR THE 2022/23 FINANCIAL YEAR

(Document ref 22/196)

Group Manager: Corporate, Bruce Allan responded to questions from the meeting.

Councillor Kerr/Councillor Redstone

- A) That the Council Meeting receive the report titled Resolution to Set the Rates for the 2022/23 Financial Year dated 30 June 2022.
- B) That pursuant to Sections 23 and 24 of 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 01 July 2022 and ending on 30 June 2023 and adopts the due dates and penalty dates for the 2022/23 financial year, as follows:

### **INTRODUCTION**

Hastings District Council has adopted its 2022/23 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 2022/23 commencing 1 July 2022. 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
<b>Differential Rating Area One</b>		
Residential	1	0.479858
Residential Clive	0.81	0.388685
Residential Non-Urban (Including Townships and Small Settlements)	0.76	0.364692
Horticulture / Farming	0.68	0.326303
CBD Commercial	3.00	1.439573
Other Commercial	2.75	1.319609
Commercial Non-Urban – Peripheral	2.35	1.127666
<b>Differential Rating Area Two</b>		
Residential	0.85	0.214221
Lifestyle / Horticulture / Farming	1	0.252025
Commercial	1.65	0.415841

### **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 \$212 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 2022/23. 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 2022/23.

**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
<b>Differential rating area one</b>		
Residential	1	\$530
CBD Commercial	1	\$530
Other Commercial	1	\$530
Residential Clive	0.75	\$397
Residential Non-Urban (Including Townships & Small Settlements)	0.75	\$397
Horticulture / Farming	0.75	\$397
Commercial Non-Urban (Peripheral)	0.75	\$397
<b>Differential rating area two</b>		
		<b>\$ per SUIP</b>
Residential	1	\$333
Lifestyle / Horticulture / Farming	1	\$333
Commercial	1	\$333

**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 0.129913 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 \$70 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	\$30
CBD Commercial/Other Comm	3	\$90
All others	1	\$30

**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 0.238417 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 0.185011 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 0.072678 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 - 0.108009 cents per dollar of land value.

Havelock North Security Patrol Area - 0.056556 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.

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 Waipātiki scheme area.

The rates for the 2022/23 year are:

Category	Factor	\$ per SUIP
(1) Connected	1	\$260
(2) Serviceable	0.5	\$130

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	\$33.8
Chartered Clubs / Rest Homes / Prisons / Commercial Accommodation providers / Hospitals / Child Care Centres	0.40	\$104
HB Racing Centre / A&P Showgrounds / Regional Sports Park	0.25	\$65
All other Non-Residential	0.80	\$208

#### **WAIPĀTIKI 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.

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

The rates for the 2022/23 year are:

Category	Factor	\$ per SUIP
(1) Connected	1	\$479
(2) Serviceable	0.5	\$239.50

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	\$62.27
Chartered Clubs / Rest Homes / Prisons / Commercial Accommodation providers / Hospitals / Child Care Centres	0.40	\$191.60
HB Racing Centre / A&P Showgrounds / Regional Sports Park	0.25	\$119.75
All other Non-Residential	0.80	\$383.20

#### **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.

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 Waipātiki scheme area.

The rates for the 2022/23 year are:

Category	Factor	\$ Per SUIP
(1) Connected	1	\$75
(2) Serviceable	0.5	\$37.50

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	\$9.75
Chartered Clubs / Rest Homes / Prisons / Commercial Accommodation providers / Hospitals / Child Care Centres	0.40	\$30
HB Racing Centre / A&P Showgrounds / Regional Sports Park	0.25	\$18.75
All other Non-Residential	0.80	\$60

### **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 and based on the provision or availability to the land of the service, on a differential basis as follows.

The rates for the 2022/23 year are:

Water Supply Area	Connected (Factor 1 Per SUIP)	Serviceable (Factor 0.5 Per SUIP)
Water Rate	\$500	\$250

### **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 1,500m<sup>2</sup> containing a single dwelling, lifestyle lots, trade premises, industrial and horticultural properties) of \$0.86 per cubic metre of water supplied over and above the typical 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.

Rating units which Council officers determine are unable to practically receive the Council service and have an approved alternative service will not be charged the rate.

The rate for 2022/23 is \$80 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, differentiated based on the use to which the land is put.

Rating units which Council officers determine are unable to practically receive the Council service and have an approved alternative service will not be charged the rate.

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. Pending further consultation with CBD commercial ratepayers, the nature of the service provided may change to a weekly (240l) collection. A factor of two would remain as those commercial rating units would still receive twice the level of service of a residential rating unit

The rates for the 2022/23 year are:

Differential Category	Factor	\$ Per SUJP
Residential	1	\$135
Commercial CBD	2	\$270

### **WAIMĀRAMA 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 Waimārama as defined on Council Map “Waimārama Refuse Collection”, and based on the provision or availability to the land of the service provided, of \$95 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 (over 4 instalments) 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.

#### ***Waipātiki Sewage Disposal:***

\$1,312 per separately used or inhabited part of a rating unit (over 4 instalments) 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.

### **WAIMĀRAMA 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 “Waimārama 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, based on the extent of the provision of service.

Zone 1	Zone 2	Zone 3
\$394	\$277	\$102

### **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 assessed by quarterly instalments over the whole of the district on the due dates below:

Instalment	Due Date	Penalty Date
1	26 August 2022	31 August 2022
2	25 November 2022	30 November 2022
3	24 February 2023	1 March 2023
4	26 May 2023	31 May 2023

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 are unpaid on 07 July 2022 will have a further 10% added, and if still unpaid, again on 09 January 2023.

**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	20 October 2022	26 October 2022
2	20 January 2023	24 January 2023
3	20 April 2023	24 April 2023
4	20 July 2023	24 July 2023

**Six Monthly Invoicing:**

Instalment	Invoicing Due Date	Penalty Date
1	20 January 2023	24 January 2023
2	20 July 2023	24 July 2023

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.

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 2022/23 Annual Plan.

CARRIED