

Moved by Mayor L Patterson

That Council, having adopted the 2019-20 Annual Plan for Masterton District, adopts the 2019-20 Rates Resolution:

2019-20 MASTERTON DISTRICT COUNCIL RATES RESOLUTION

That, pursuant to the Local Government (Rating) Act 2002, the Masterton District Council, hereby sets the rates and charges as set out in this resolution in respect of rateable properties in the Masterton District for the period of one year commencing on 1st July 2019 and ending on 30th June 2020.

The Council has adopted, in accordance with the special consultative procedure, its 2018-28 Long-Term Plan, including a Revenue & Financing Policy. It has also adopted its 2019-20 Annual Plan, including the Rating Funding Impact Statement 2019-20. These documents contain definitions of "Rural rating area", "Urban rating area" and "differential groups U1, U2 and R1" and "separately used or inhabited part of a rating unit". The resolution below will enable the Council to generate rating revenue to fund the services and activities as outlined in the Annual Plan.

RATES HEREBY SET IN THE DISTRICT:

Rates quoted are per dollar of land or capital value and are listed inclusive of GST. GST has been added at the prevailing rate of 15%. Total dollars being raised are also stated inclusive of GST and have generally been rounded to nearest \$1,000.

All section references are references to the Local Government (Rating) Act 2002.

1. RATES SET ACROSS THE DISTRICT

A series of targeted, differential rates set under section 16(3)(a) and (4)(b) will be set as described:

1.1 Roading Rate – per dollar of land value as follows:

U1	(0.001601 per dollar of land value) raising	\$ 1,674,000
U2	(0.003202 per dollar of land value) raising	\$ 640,000
R1	(0.001676 per dollar of land value) raising	<u>\$ 3,033,000</u>
	Total	\$ 5,347,000

1.2 Representation & Development Rate – per dollar of capital value as follows:

U1	(0.000892 per dollar of capital value) raising	\$ 2,396,000
U2	(0.001784 per dollar of capital value) raising	\$ 795,000
R1	(0.000316 per dollar of capital value) raising	<u>\$ 900,000</u>
	Total	\$ 4,091,000

1.3 Regulatory Services Rate – per dollar of capital value as follows:

U1	(0.000496 per dollar of capital value) raising \$1,332,000
U2	(0.000992 per dollar of capital value) raising \$ 442,000
R1	(0.000176 per dollar of capital value) raising <u>\$ 501,000</u>
	Total \$ 2,275,000

1.4 **Sundry Facilities & Services Rate** – per dollar of **capital value** as follows:

U1	(0.000606 per dollar of capital value) raising \$ 1,627,000
U2	(0.001212 per dollar of capital value) raising \$ 540,000
R1	(0.000231 per dollar of capital value) raising <u>\$ 659,000</u>
	Total \$ 2,826,000

2. TARGETED UNIFORM CHARGE (TUC)

A differential targeted rate [referred to as a Targeted Uniform Charge in the Funding Impact Statement] set in accordance with section 16(3)(a) and (4)(b) on each separately used or inhabited part of a rating unit, with a differential between urban and rural properties based on allocation of costs between rating areas, as detailed in the Revenue & Financing Policy and as follows:

U1 & U2	\$312.00 per part of rating unit, raising	\$ 2,958,000
R1	\$468.00 per part of rating unit, raising	<u>\$ 1,782,000</u>
	Total	\$ 4,740,000

3. CIVIC AMENITIES RATE

A differential targeted rate set under sections 16(3)(b) and (4)(b), assessed in the urban rating area only, for civic amenities costs allocated to that area as per the Revenue and Financing Policy and as follows:

Civic Amenities Rate – per dollar of **capital value** as follows:

U1	(0.000819 per dollar of capital value) raising	\$ 2,200,000
U2	(0.001638 per dollar of capital value) raising	<u>\$ 730,000</u>
	Total	\$ 2,930,000

4. UNIFORM ROADING CHARGE (ROADING CHARGE)

4.1 A differential targeted roading charge will be set in accordance with sections 16(3)(a) and (4)(b) 17 and 18. This rate is in addition to the (land value) Roding Rate, and will be set on each separately used or inhabited part of a rating unit.

4.2 The Uniform Roding Charge will be as follows:

U1 & U2	\$ 44.00 per part of rating unit, raising	\$ 417,000
R1	\$ 341.00 per part of rating unit, raising	<u>\$1,298,000</u>
	Total	\$ 1,715,000

5. WATER SUPPLY RATES AND CHARGE

Targeted on a Uniform Basis and a Capital Value Rate

5.1 According to sections 16(3)(b) and (4)(a) and (4)(b), and 19, a differential targeted Capital Value Rate applying to connected and serviceable rating units (excluding those charged by metered rate) plus a Uniform Charge for water supply for each separately used or inhabited part of a rating unit throughout the serviced area where the rating unit is connected to the Masterton urban water supply scheme.

Note: urban connected properties will be liable for both rates, rural connected properties will be liable for the uniform charge and a volume-based charge (as per 5.3 below).

5.2 The rates are as follows:

Uniform Water Supply Charge

(i)	Connected	\$ 98.00	
		Raising	\$ 921,000

Differential Water Supply Rate - per dollar of **capital value** will be:

U1 + R1	(0.000724 per dollar of capital value) raising	\$1,976,000
U2	(0.001448 per dollar of capital value)raising	<u>\$ 720,000</u>
	Total	\$2,696,000

The Rate and the Charge raising a total of \$ 3,617,000

Metered Water Supply

5.3 A targeted rate for water supplied to metered rural and out-of-district properties from the urban water supply, based on volumes of water supplied through water meters (and in addition to the Water Supply Charge in 5.2 above).

5.4 The metered rates are as follows:

- (i) Minimum charge for use per quarter for 50 cubic mtrs or below **\$51.00**
- (ii) Price per cubic mtr for consumption between 50 and 100 cubic mtrs per quarter **\$1.25**
- (iii) Price per cubic mtr for consumption over 100 cubic mtrs per quarter **\$1.60**

6. SEWERAGE RATES AND CHARGE

Targeted on Uniform Basis and Capital Value Rate

6.1 According to sections 16(3)(b) and (4)(a) and (b), 17, and 18 Council will set a targeted capital value rate on connected and serviceable rating units, plus a uniform charge for sewerage disposal for each separately used or inhabited part of a rating unit throughout the Masterton serviced area where rating units are connected to the urban sewerage system.

Note: connected properties will be liable for both rates.

6.2 The rates are:

Uniform Sewerage Charge

- (i) Connected **\$ 214.00**
Raising **\$ 1,977,000**

Differential Sewerage Rate - per dollar of **capital value** will be:

U1 & R1 (**0.001586** per dollar of capital value) raising **\$ 4,359,000**

U2 (**0.003172** per dollar of capital value) raising **\$ 1,573,000**

Total **\$ 5,932,000**

The Rate and Charge raising a total of \$ 7,909,000

7. RECYCLING COLLECTION CHARGE

7.1 According to sections 16(3)(b) and (4)(a), a uniform targeted rate for kerbside recycling collection on the following basis:

- (i) Urban – on every separately used or inhabited part of a rating unit situated within the urban area of Masterton to which Council is prepared to provide the service;
- (ii) Rural – on every separately used or inhabited part of a rating unit situated within the rural area of Masterton to which Council is prepared to provide the service.

7.2 The uniform charge will be: **\$72.00**

Raising \$ 665,000

8. RURAL TARGETED SERVICES RATES & CHARGES

According to sections 16(3)(b) and (4)(a), the Council will set:

8.1 A targeted rate for the **Opaki Water Race** on each rating unit serviced by the Opaki Water Race.

The land value rate for 2018-19 is: **\$0.001779**

Raising a total of \$ 57,000

8.2 A targeted rate for the **Tinui Water Supply** on each connected rating unit.

The uniform targeted charge for 2018-19 is: **\$422.00**

Raising a total of \$ 13,000

8.3 A targeted rate for the **Riversdale Beach Sewerage Scheme** on each assessed residential equivalent (RE) (based on Sch 3, cl 8 of the LG (Rating)

Act 2002) of each connected rating unit (including those that will be connected during the year).

The uniform targeted charge for 2019-20 is **\$538.00** per RE

Raising a total of \$ 197,000

- 8.4 A targeted rate for the **Riversdale Beach Sewerage Scheme** on each serviceable rating unit within the serviced area of the scheme.

The targeted uniform charge for 2018-19 is **\$111.00**

Raising a total of \$ 9,500

8.5 **Riversdale Beach Sewerage Capital Contributions**

Based on the Capital Project Funding Plan adopted in 2010, targeted rates for the Riversdale Beach Community Sewerage Scheme (RBCSS) capital contributions for the 2018-19 year will be charged on the basis of connected residential equivalents (REs) within the scheme area, on those properties that elected the 20 year time payment option, or were defaulted to that option, payable via property rates.

A **RBCSS 20 Year time payment** charge per residential equivalent connection for 2019-20 (year 10 of 20) of **\$1,643.40**

Estimated to be charged on 40 REs, raising a total of \$ 66,000

- 8.6 Targeted rates for the **Tinui Sewerage Scheme** for the 2019-20 year, on the basis of connected rating units and elected capital contributions. There will be three separate rates as follows:

The **Tinui Sewerage Operating Costs** rate per connected rating unit (and including Tinui School as 5 connections based on assessed usage) for 2019-20 is **\$422.00**

Raising a total of \$8,400

The **Tinui Sewerage Part Capital Contribution (stage 1)** rate per connection for 2019-20 is: **\$212.50** (1 property will be charged this sum, which meets their capital contribution spread over 20 years).

The **Tinui Sewerage Part Capital Contribution (stage 1 & 2)** rate per connection for 2019-20 is: **\$744.50** (7 properties will be charged this sum, which meets their capital contribution spread over 20 years). Raising a total of \$5,200

- 8.7 A targeted rate, known as the **Beach Refuse & Recycling Collection Charge**, on those rating units in the Riversdale Beach and Castlepoint localities to which the Council is prepared to provide refuse bag and recycling collection services:

Targeted uniform charge for 2019-20 is: **\$176.00**

Raising a total of \$ 83,600

- 8.8 A targeted rate for the **Castlepoint Sewerage Scheme** on each rating unit connected to the scheme:

Targeted uniform charge for 2019-20 is: **\$410.00**

Raising a total of \$ 80,000

- 8.9 A targeted rate known as the **Sewage Treatment Charge** on each connected rating unit in the rural area discharging effluent from septic system outflows to the urban sewerage system, and including Rathkeale College assessed as 50 residential equivalents based on estimated flow volumes.

The targeted uniform charge is: **\$467.00** per residential equivalent

Raising a total of \$31,200

9. OUT-OF-DISTRICT WATER & SEWERAGE CHARGES

Council proposes to set the following charges (to be levied by Carterton District Council) for non-metered water supply and sewerage services which are supplied to properties in the Carterton District on the following basis:

- (i) Water supply – per dollar of Capital Value will be \$0.001448 (applied to rating units connected and not metered) plus a Uniform Water Charge of \$98.00 on all connected rating units.
- (ii) Sewerage – per dollar of Capital Value at \$0.003172 on connected rating units, plus a Uniform Sewerage Charge of \$214.00
- (iii) Trade Waste bylaw charges (as listed in the Funding Impact Statement) if Trade Waste Charges are applicable,

10. GOODS & SERVICES TAX (GST)

GST has been added to the rates at the prevailing rate of GST and will be included in each instalment notice/tax invoice when it is raised.

11. INSTALMENTS, PENALTIES

Invoice Dates and Due Dates: There will be four instalments for rates assessed as follows:

	<u>Month of Invoice</u>	<u>Last Day to Pay</u>
(i) 1 st instalment	July 2019	20 th August 2019
(ii) 2 nd instalment	October 2019	20 th November 2019
(iii) 3 rd instalment	January 2020	20 th February 2020
(iv) 4 th instalment	April 2020	20 th May 2020

Penalty Charges - Pursuant to section 57 and 58(1)(a) a penalty of 10% will be added to such part of each instalment of rates which remain unpaid on the due date as follows:

	<u>Date Penalty Added</u>
(i) 1 st instalment	21 st August 2019
(ii) 2 nd instalment	21 st November 2019
(iii) 3 rd instalment	21 st February 2020
(iv) 4 th instalment	21 st May 2020

Penalty on Arrears - Pursuant to section 58(1)(b)(ii) an additional penalty of 10% will be added to all rates remaining unpaid as at 30th June 2019. The penalty will be added to rates on 4th July 2019.

Roundings - The Rates Statements will be subject to roundings. The rates due will be calculated to the nearest cent, but rounded to the nearest 10 cents for ease of payment.

Seconded by Councillor F Mailman and CARRIED