

2021-2022 RATES RESOLUTION

That Council

- (i) receives Report 119/21 **Rates Resolution 2021-2022**
- (ii) having adopted its 2021-31 Long Term Plan, sets the rates, due dates for payment and penalties regime for the 2021/2022 financial year as follows:

2021-22 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 2021 and ending on 30th June 2022.

The Council has adopted, in accordance with the special consultative procedure, its 2021-31 Long-Term Plan, including a Revenue & Financing Policy and Rating Funding Impact Statement for 2021-22. 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 year 1 of the 2021-2031 Long Term 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	(0.001301 per dollar of land value) raising	\$2,307,000
U2	(0.002602 per dollar of land value) raising	\$ 713,000
R1	(0.001279 per dollar of land value) raising	\$3,357,000
	Total	<u>\$6,377,000</u>

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

U1	0.000621 per dollar of capital value raising	\$2,552,000
U2	0.001242 per dollar of capital value raising	\$ 729,000
R1	0.000240 per dollar of land value raising	\$ 953,000
	Total	<u>\$4,234,000</u>

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

U1	(0.000420 per dollar of capital value) raising	\$1,728,000
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U2	(0.000840 per dollar of capital value) raising	\$ 493,000
R1	(0.000163 per dollar of capital value) raising	\$ 645,000
Total		<u>\$ 2,866,000</u>

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

U1	(0.000456 per dollar of capital value) raising	\$1,873,000
U2	(0.000912 per dollar of capital value) raising	\$ 535,000
R1	(0.000197 per dollar of capital value) raising	\$ 780,000
Total		<u>\$3,188,000</u>

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	\$363.50 per part of rating unit, raising	\$3,533,000
R1	\$532.00 per part of rating unit, raising	<u>\$2,088,000</u>
Total		<u>\$5,621,000</u>

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	0.000640 per dollar of capital value raising	\$2,629,000
U2	0.001280 per dollar of capital value raising	\$ 751,000
Total		<u>\$3,380,000</u>

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) Roothing Rate, and will be set on each separately used or inhabited part of a rating unit.

4.2 The Uniform Roothing Charge will be as follows:

U1	& \$ 63.00 per part of rating unit, raising	\$ 613,000
U2		
R1	\$ 366.00 per part of rating unit, raising	\$1,437,000
Total		<u>\$2,050,000</u>

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 rural properties 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 **\$ 107.00** Raising \$ 1,037,000

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

U1 & R1	0.000566 per dollar of capital value raising	\$2,360,000
U2	0.001132 per dollar of capital value raising	<u>\$ 730,000</u>
	Total	\$3,090,000

The Rate and the Charge raising a total of \$ 4,127,000

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 **\$60.00**
(ii) Price per cubic mtr for consumption between 50 and 100 cubic mtrs
per quarter **\$1.45**
(iii) Price per cubic mtr for consumption over 100 cubic mtrs
per quarter **\$1.90**

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 **\$ 196.00** Raising \$ 1,869,000

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

U1 & R1	0.001024 per dollar of capital value raising	\$ 4,299,000
U2	0.002048 per dollar of capital value raising	\$ 1,315,000
	Total	\$ 5,614,000

The Rate and Charge raising a total of \$ 7,483,000

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: **\$75.00** Raising \$ 717,000

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 2021-22 is: **\$0.001550**

Raising a total of \$ 71,000

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

The uniform targeted charge for 2021-22 is: **\$453.00**

Raising a total of \$ 14,000

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 2021-22 is: **\$591.00** per RE

Raising a total of \$ 224,000

- 8.4 A targeted rate for the **Riversdale Beach Sewerage Scheme** on each serviceable, but not connected rating unit within the serviced area of the scheme.

The targeted uniform charge for 2021-22 is: **\$132.00**

Raising a total of \$ 10,400

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 2021-22 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 2021-22 (year 11 of 20) of **1,643.40**

Estimated to be charged on 33 REs, raising a total of \$ 54,200

- 8.6 Targeted rates for the **Tinui Sewerage Scheme** for the 2021-22 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 2021-22 is: **\$459.00**

Raising a total of \$9,200

The **Tinui Sewerage Part Capital Contribution (stage 1)** rate per connection for 2021-22 (year 16 of 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 2021-22 (year 16 of 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 2021-22 is: **\$206.00**

Raising a total of \$ 101,100

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

Targeted uniform charge for 2021-22 is: **\$502.00**

Raising a total of \$ 100,000

- 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: **\$477.00** per residential equivalent
Raising a total of \$32,000

9. OUT-OF-DISTRICT WATER & WASTEWATER/SEWERAGE CHARGES

Council proposes to set the following charges (to be levied by Carterton District Council) for non-metered water supply and wastewater/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 \$0.001132 (applied to rating units connected and not metered) plus a Uniform Water Charge of \$107.00 on all connected rating units.
- (ii) Sewerage – per dollar of Capital Value at \$0.002048 on all serviceable rating units, plus a Uniform Sewerage Charge of \$196.00 on all connected rating units.
- (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 2021	20 th August 2021
(ii)	2 nd instalment	October 2021	22 nd November 2021
(iii)	3 rd instalment	January 2022	21 st February 2022
(iv)	4 th instalment	April 2022	20 th May 2022

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

		<u>Penalty %</u>	<u>Date Penalty Added</u>
(i)	1 st instalment	10%	23 rd August 2021
(ii)	2 nd instalment	10%	23 rd November 2021
(iii)	3 rd instalment	10%	22 nd February 2022
(iv)	4 th instalment	10%	23 rd May 2022

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 2021. The penalty will be applied on 7th July 2021.

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.