



Report To: Regional Council
Meeting Date: 27 June 2019
Report From: Mat Taylor, General Manager, Corporate

Setting of Rates 2019/20

Executive Summary

This report is to recommend the setting of rates, due dates for the payment of rates and penalties for 2019/20 in accordance with sections 23, 24, 57 and 58 of the Local Government (Rating) Act 2002.

The report sets out;

- The general and targeted rates Council will set for 2019/20, and
- The dates of instalments and penalties.
- The appointment of the local district and city councils to collect the rates assessed by Bay of Plenty Regional Council in accordance with section 53 of the Local Government (Rating) Act 2002.

Recommendations

That the Regional Council:

- 1 Receives the report, **Setting of Rates 2019/20**;
- 2 Confirms that the rates for the financial year 1 July 2019 to 30 June 2020 are set and assessed in accordance with the Local Government (Rating) Act 2002.
- 3 Confirms that the significance of the decision has been assessed as **MEDIUM**, and under Section 79 of the Local Government Act 2002 (LGA) confirms the written record of the manner in which section 77 and section 78 matters have been addressed.
- 4 Notes that, as required by the Local Government Act 2002, Council followed the special consultative procedure on the funding impact statement that was part of the Annual Plan 2019/20 process.
- 5 Confirms that the amounts of the rate specified in the rate tables of the resolution, for the financial year commencing 1 July 2019 to 30 June 2020, includes the Council's Goods and Services Tax component.

- 6 Sets a general rate based on land value, calculated as a rate in the dollar of the rateable land value of each rateable rating unit in the region. The rate in the dollar is different according to the location of the land within each district and city council as land values are equalised.

General Rates Land Value		\$13,157,235
Constituent Authority	Rates Expressed as cents per dollars of rateable land value	
Kawerau	0.023497	
Ōpōtiki	0.031298	
Rotorua (Pt)	0.026408	
Taupō (Pt)	0.025904	
Tauranga	0.022835	
Western Bay of Plenty	0.027691	
Whakatāne	0.029215	
Offshore Islands	0.132858	

- 7 Sets a uniform annual general charge as a fixed amount per rating unit on all rateable land in the region.

Uniform Annual General Charge	\$18,757,556
Fixed amount per rating unit	\$144.26

- 8 Sets targeted rates for Kaituna Catchment Control Scheme. These rates are set differentially for all rateable land situated in the Kaituna Catchment Control Scheme within the Tauranga, Western Bay of Plenty and Rotorua constituent districts.

The two targeted rates are set as follows;

- (i) Where the land is situated and calculated using the area of land within the rating unit,
- (ii) Where the land is situated and calculated using the extent of provision of service to the rating unit.

Kaituna Catchment Control Scheme targeted rates

Category	Rate per hectare \$	Site component \$	Revenue sought \$
A1P	223.87	223.87	443,893
A2P	179.10	201.48	26,924
A3P	134.32	179.10	22,818
A4P	89.55	156.71	24,802
A1	179.10	167.90	110,893
A2	145.52	145.52	52,098
A3	111.94	145.52	52,455

A4	78.35	145.52	30,282
A5	67.16	145.52	89,725
A6	55.97	123.13	21,378
A7	40.30	111.94	21,167
A8	26.86	0.00	2,969
A9	8.95	0.00	778
A10	4.48	0.00	746
A11	2.24	0.00	546
B1	26.86	67.16	23,061
B2	20.15	55.97	7,221
B3	11.19	44.77	20,473
B4	6.72	33.58	34,873
B5	4.48	33.58	58,121
C1	6.72	33.58	6,711
C2	3.92	33.58	111,727
C3	2.69	33.58	31,122
C4	2.24	0.00	4,782
C6R	1.34	0.00	1,444
C8	0.90	22.39	6,419
C5	2.69	22.39	116,740
C6	1.57	17.91	17,506
C7	0.90	67.16	2,389
C9	0.67	17.91	4,498
R01	44.77	89.55	23,089
R02	0.00	67.16	70,222
R03	33.58	27.98	675,540
TP1	22.39	33.58	98,383
Total			2,215,795

- 9 Sets a targeted rate for the Rangitāiki-Tarawera Rivers Scheme. The rate is set differentially for all rateable land situated in the Rangitāiki-Tarawera Rivers Scheme catchment within the Whakatāne, Kawerau, Rotorua and Taupō constituent districts.

The targeted rate is set as follows;

- (i) Where the land is situated and calculated using the area of land within the rating unit.

Rangitāiki-Tarawera Rivers Scheme targeted rates

Category	Rate per hectare \$	Revenue sought \$
A1	181.22	1,458,545
A2	128.36	201,402
A3	98.16	179,489
A4	75.51	84,629
A5	64.18	442,711
A6	22.65	3,664
B1	113.26	240,175
B2	90.61	43,978
B3	67.96	48,224

B4	52.85	453,455
B5	37.75	60,515
B6	13.59	503
B7	10.57	1,899
C1	9.82	77,472
C2	6.80	351,427
C3	2.27	214,816
C4	1.51	94,691
C5	1.13	24,342
U1	5,776.26	231,080
U2	5,436.48	308,303
U3	981.59	24,627
U4	641.81	499,818
U5	453.04	46,141
Total		5,091,906

10 Sets targeted rates for Whakatāne-Tauranga Rivers Scheme. These rates are set differentially for all rateable land situated in the Whakatāne-Tauranga Rivers Scheme catchment within the Whakatāne constituent district.

The two targeted rates are set as follows;

- (i) Where the land is situated and calculated using the area of land within the rating unit,
- (ii) Where the land is situated and calculated using the extent of provision of service to the rating unit.

Whakatane-Tauranga Rivers Scheme targeted rates

Category	Rate per hectare \$	Site component \$	Revenue sought \$
A1	206.57	206.57	152,653
A2	174.79	174.79	69,424
A3	143.01	150.95	228,187
A4	119.17	135.06	362,451
A5	87.39	0.00	21,104
A6	63.56	111.23	27,622
A7	47.67	95.34	35,565
A8	31.78	87.39	76,990
A9	15.89	0.00	2,052
B1	71.50	0.00	157,671
B2	39.72	71.50	111,872
B3	31.78	47.67	57,635
B4	23.83	39.72	10,504
B5	3.18	0.00	1,437
C1	9.53	79.45	42,757
C2	6.36	31.78	63,090
C3	4.77	31.78	45,027
C4	3.18	7.94	7,463
C5	1.59	7.94	37,914
U1	715.05	214.51	574,078

U2	524.37	166.84	165,278
U3	278.07	111.23	259,894
U4	174.79	95.34	126,299
U5	15.89	0.00	11
Total			2,636,978

- 11 Sets targeted rates for the Waioeka-Otara Rivers Scheme. The rates are set differentially for all rateable land situated in the Waioeka-Otara Rivers Scheme catchment within the Ōpōtiki constituent district.**

The two targeted rates are set as follows;

- (i) Where the land is situated and calculated using the area of land within the rating unit,
(ii) Where the land is situated and calculated using the extent of provision of service to the rating unit.

Waioeka-Otara Rivers Scheme targeted rates

Category	Rate per hectare \$	Site component \$	Revenue sought \$
A1A	390.94	451.09	23,374
A2	210.51	330.80	28,674
A2A	300.73	375.91	13,588
A3	180.44	270.65	136,115
A3A	240.58	330.80	6,907
A4	150.36	210.51	81,130
A4A	195.47	270.65	4,551
A5	135.33	210.51	62,229
A6	105.25	210.51	958
A7	90.22	210.51	10,871
A8	75.18	210.51	97,944
B1	60.15	0.00	16,220
B2	9.02	0.00	154
C1	15.04	180.44	44,442
C2	9.02	180.44	15,209
C3	6.01	150.36	14,799
C4	4.51	60.15	21,419
C5	3.01	60.15	3,338
C6	1.20	60.15	10,784
R	3.01	0.00	285
U1AC	1,804.35	1,323.19	48,283
U1AR	902.18	661.60	75,257
U1C	1,443.48	1,082.61	162,441
U1R	721.74	541.31	455,080
U2AC	1,323.19	962.32	16,702
U2AR	661.60	481.16	55,160
U2C	962.32	842.03	10,897
U2R	481.16	421.02	129,772
U3R	120.29	240.58	100,026
Total			1,646,609

- 12 Sets a targeted rate for the Rangitāiki Drainage Rating Area. The rate is set differentially for all rateable land situated in the defined Rangitāiki Drainage Rating Area situated on the Rangitāiki Plains within the Whakatāne constituent district.**

The targeted rate is set as follows;

- (i) Where the land is situated and calculated using the area of land within the rating unit.

Rangitāiki Drainage targeted rates

Category	Rate per hectare \$	Revenue sought \$
A	64.80	500,810
B	58.32	64,837
C	54.44	78,539
D	47.31	288,836
E	38.88	105,434
F	29.16	71,656
G	22.03	82,646
H	16.20	1,805
I	7.78	5,930
U1	129.61	28,373
U2	64.80	3,926
Total		1,232,792

- 13 Sets a targeted rate for Passenger Transport. The rate is set differentially as an amount per rating unit on all rateable properties within the defined boundaries of Tauranga City, Urban Rotorua, Western Bay District and Whakatāne District. The passenger transport targeted rate is set as follows;**

- (i) Where the rateable unit is situated.

Passenger Transport targeted rate		
Category	Rate per rating unit \$	Revenue sought \$
Tauranga City	179.78	10,405,852
Rotorua Urban	98.10	2,167,881
Western Bay District	23.33	525,218
Whakatāne District	13.18	196,652
Total		13,295,603

- 14 Sets a targeted rate for the Rotorua Lakes Programme. The rate is set differentially as an amount per rating unit on all rateable properties within the Rotorua constituent district. The Rotorua Lakes programme targeted rate is set as follows;**

- (i) Area of land within the rating unit.

Rotorua Lakes Programme targeted rate		
Category - All Properties	Rate per rating unit \$	Revenue sought \$
0 - 1.9999ha	108.99	2,787,417
2 - 9.9999ha	231.24	163,717
10ha and over	758.53	577,242
Total		3,528,376

- 15 Sets a targeted rate for Rotorua Air Action Plan Implementation. The rate is set differentially as a fixed amount per rating unit on all rateable properties within the defined boundary of Urban Rotorua.

The Council sets the Rotorua Air Action Plan Implementation targeted rate as follows;

- (i) Where the rateable unit is situated.

Rotorua Air Action Plan Implementation targeted rate		
Category	Rate per rating unit \$	Revenue sought \$
Rotorua Urban	21.95	485,152

- 16 Sets a targeted rate for Civil Defence Emergency Management. The rate is set differentially as an amount per rating unit on all rateable properties within the Kawerau, Ōpōtiki, Rotorua, Tauranga, Western Bay of Plenty and Whakatāne constituent districts.

The Civil Defence Emergency Management targeted rate is set as follows;

- (i) Where the rateable unit is situated.

Civil Defence Emergency Management targeted rate		
Category - All Properties	Rate per rating unit \$	Revenue sought \$
Kawerau	23.22	66,636
Ōpōtiki	22.31	110,213
Rotorua	22.15	599,019
Tauranga	20.77	1,202,257
Western Bay of Plenty	20.27	456,335
Whakatāne	23.33	348,160
Total		2,782,620

- 17 Sets a targeted rate for Rotorua Air Clean Heat Conversion. The rate is set differentially as an amount per rating unit within the defined boundary of Rotorua Air shed Area with liability to Council.

The Council sets the Rotorua Air Clean Heat Conversion targeted rate as follows;

- (i) Where the rateable unit is situated, and calculated based on the extent of loans provided by Council under the Clean Heat Conversion scheme.

Rotorua Air Clean Heat Conversion targeted rate

Category	Rate \$	Revenue sought \$
CH001	680.00	42,840
CH002	660.00	13,860
CH003	640.00	19,840
CH004	620.00	17,360
CH005	600.00	10,800
CH006	580.00	6,380
CH007	560.00	7,840
CH008	540.00	5,400
CH009	520.00	1,560
CH010	500.00	2,000
CH011	480.00	2,400
CH1	460.00	140,760
CH2	455.00	21,840
CH3	450.00	18,000
CH4	445.00	11,570
CH5	440.00	22,440
CH6	435.00	13,920
CH7	430.00	20,640
CH8	425.00	13,600
CH9	420.00	10,080
CH10	415.00	14,110
CH11	410.00	9,020
CH12	405.00	7,695
CH13	400.00	7,600
CH14	395.00	16,985
CH15	390.00	12,870
CH16	385.00	15,785
CH17	380.00	4,560
CH18	375.00	8,250
CH19	370.00	9,620
CH20	365.00	5,840
CH21	360.00	6,480
CH22	355.00	2,485
CH23	350.00	5,250
CH24	345.00	9,315
CH25	340.00	4,080
CH26	335.00	4,355
CH27	330.00	9,570
CH28	325.00	12,675
CH29	320.00	3,200
CH30	315.00	4,410
CH31	310.00	3,100

CH32	305.00	1,525
CH33	300.00	4,500
CH34	295.00	4,720
CH35	290.00	5,510
CH36	285.00	1,425
CH37	280.00	4,480
CH38	275.00	1,925
CH39	270.00	5,670
CH40	265.00	530
CH41	260.00	1,300
CH42	255.00	2,040
CH43	250.00	1,750
CH44	245.00	1,225
CH45	240.00	1,680
CH46	235.00	705
CH47	230.00	1,840
CH48	225.00	3,375
Total		624,585

- 18 Sets targeted rates for the minor rivers and drainage scheme. The rates are set differentially for all rateable land situated in the defined communal pumped drainage and defined minor river and drainage schemes areas. The Council sets one targeted rate for each scheme as follows;**

(i) Where the land is situated and calculated using the area of land within the rating unit.

Waiotahi River District targeted rates

Category	Rate per hectare \$	Revenue sought \$
A	153.56	16,678
B	122.85	19,976
C	92.13	17,615
D	51.19	2,602
E	30.71	2,331
F	15.36	2,898
Total		62,100

Huntress Creek Drainage District targeted rates

Category	Rate per hectare \$	Revenue sought \$
A	50.20	10,573
B	38.49	3,054
C	25.10	1,822
D	16.73	892

E	11.71	384
F	5.02	1,675
Total		18,400

Waiohahi Drainage District targeted rates

Category	Rate per hectare \$	Revenue sought \$
A	22.20	1,895
B	18.50	3,844
C	14.80	934
D	11.10	499
E	7.40	32
F	3.70	846
Total		8,050

Awaiti West Pumped Drainage Scheme targeted rate

Category	Rate per hectare \$	Revenue sought \$
A	86.75	1,093
B	39.91	5,874
C	17.35	3,424
D	8.68	419
Total		10,810

Omeheu Adjunct Communal Pumped Drainage Scheme targeted rates

Category	Rate per hectare \$	Revenue sought \$
A	105.60	1,086
B	79.20	6,348
C	58.08	3,234
D	31.68	2,767
E	15.84	858
F	5.28	124
URBAN	279.85	12,033
Total		26,450

Murray's Communal Pumped Drainage Scheme rates

Category	Rate per hectare \$	Revenue sought \$
A	127.07	15,804

B	91.49	1,084
C	81.32	3,321
D	35.58	1,411
Total		21,620

19 Sets targeted rates uniformly for all rateable land situated in the defined drainage and defined minor river and drainage schemes areas.

The rates are set as follows;

(i) Where the land is situated and calculated using the land area of each scheme.

Minor Drainage Schemes targeted uniform rates

Category	Rate per hectare \$	Revenue sought \$
Angle Road	27.06	6,210
Awakeri	44.72	12,765
Baird-Miller	91.92	12,650
Foubister	60.27	6,325
Gordon	81.84	8,050
Greigs Road	86.38	61,640
Halls	161.48	39,100
Hyland-Ballie	31.73	7,475
Kuhanui	145.55	12,075
Longview-Richlands	79.36	9,200
Martin	516.23	69,000
Massey	46.10	19,665
Mexted-Withy	89.71	24,955
Omeheu East	79.54	33,350
Pedersen - Topp	50.29	5,750
Platts	9.99	3,680
Reynolds	108.11	13,915
Robinsons	180.10	13,225
Travurzas	11.62	2,300
Wylids	22.65	4,255
Poplar Lane	56.23	3,163
Awaiti East	164.63	23,460
Total		392,208

20 Sets the following instalment due dates for all rates other than the Minor River and Drainage Scheme rates as set out below. The due dates for each territorial constituent area are for an equal amount of the rates.

(i) The respective instalment due dates are as follows;

Kawerau District	
Instalment One	23 August 2019
Instalment Two	22 November 2019
Instalment Three	21 February 2020

Instalment Four	22 May 2020
Ōpōtiki District	
Instalment One	23 August 2019
Instalment Two	22 November 2019
Instalment Three	21 February 2020
Instalment Four	22 May 2020
Rotorua District	
Instalment One	20 August 2019
Instalment Two	20 November 2019
Instalment Three	20 February 2020
Instalment Four	20 May 2020
Taupō District	
Instalment One	20 August 2019
Instalment Two	20 November 2019
Instalment Three	20 February 2020
Instalment Four	20 May 2020
Tauranga City	
Instalment One	30 August 2019
Instalment Two	28 February 2020
Western Bay of Plenty District	
Instalment One	20 September 2019
Instalment Two	27 February 2020
Whakatāne District	
Instalment One	23 August 2019
Instalment Two	22 November 2019
Instalment Three	21 February 2020
Instalment Four	22 May 2020

21 Sets the following penalties regime for all rates other than the Minor River and Drainage Scheme rates;

- (i) Pursuant to sections 57 and 58(1)(a) of the Local Government (Rating) Act 2002, with respect to rates assessed in the 2019/20 year, a penalty of 10% for all areas other than the Kawerau District and 5% for the Kawerau District will be added to the amount of any instalment that has been assessed after 1 July 2019 and which is unpaid after the relevant due date set out in section 20. The penalty will be added on the respective instalment penalty date shown in (ii).

- (ii) The respective instalment penalty dates are as follows;

Kawerau District	
Instalment One	26 August 2019
Instalment Two	25 November 2019
Instalment Three	24 February 2020
Instalment Four	25 May 2020
Ōpōtiki District	

Instalment One	23 August 2019
Instalment Two	22 November 2019
Instalment Three	21 February 2020
Instalment Four	22 May 2020
Rotorua District	
Instalment One	21 August 2019
Instalment Two	21 November 2019
Instalment Three	21 February 2020
Instalment Four	21 May 2020
Taupō District	
Instalment One	27 August 2019
Instalment Two	27 November 2019
Instalment Three	27 February 2020
Instalment Four	27 May 2020
Tauranga City	
Instalment One	5 September 2019
Instalment Two	5 March 2020
Western Bay of Plenty District	
Instalment One	25 October 2019
Instalment Two	27 March 2020
Whakatāne District	
Instalment One	26 August 2019
Instalment Two	25 November 2019
Instalment Three	24 February 2020
Instalment Four	25 May 2020

- (iii) Pursuant to sections 57 and 58(1)(b) of the Local Government (Rating) Act 2002, with respect to rates assessed before 1 July 2019, a penalty of 10% for all areas other than the Kawerau District and 5% for the Kawerau District will be added to any rates unpaid on 4 July 2019. The penalty will be added on the date shown below.

The respective additional penalty dates are as follows;

District	Penalty assessed date	Penalty application date
Kawerau District	4 July 2019	5 July 2019
Rotorua District	4 July 2019	5 July 2019
Taupō District	4 July 2019	5 July 2019
Tauranga City	4 July 2019	5 July 2019
Western Bay of Plenty District	4 July 2019	5 July 2019
Whakatāne District	1 October 2019	2 October 2019

- (iv) Pursuant to sections 57 and 58(1)(c) of the Local Government (Rating) Act 2002, with respect to rates assessed in previous financial years, a further penalty of 10% for Rotorua District, Tauranga District and Western Bay of Plenty District, and 5% for the Kawerau District will be added on any rates to which a penalty has been added under 21(iii) if the rates remain unpaid six months after the previous penalty was added.

The respective additional penalty dates are as follows;

District	Penalty application date
Kawerau District	7 January 2020
Rotorua District	8 January 2020
Tauranga City	5 January 2020
Western Bay of Plenty District	7 January 2020

- 22 Set that Minor River and Drainage Scheme rates shall be payable at the office of the Bay of Plenty Regional Council, Quay Street, P O Box 364, Whakatāne in one instalment on or by 20 January 2020.
- 23 Set the following penalties regime for the Minor River and Drainage Scheme rates:
- (i) Pursuant to sections 57 and 58(1)(a) of the Local Government (Rating) Act 2002, with respect to the Minor River and Drainage Scheme rates assessed in the 2019/20 year, a penalty of 10% will be added to the amount that remains unpaid after the date stated above, on 20 February 2020.
 - (ii) Pursuant to sections 57 and 58(1)(b) of the Local Government (Rating) Act 2002, with respect to Minor River and Drainage Scheme rates assessed before 1 July 2019, a penalty of 10% will be added on any rates that remain unpaid on 4 July 2019. The penalty will be added on 4 July 2019.
 - (iii) Pursuant to sections 57 and 58(1)(c) of the Local Government (Rating) Act 2002, with respect to Minor River and Drainage Scheme rates, a further penalty of 10% will be added on any rates to which a penalty has been added under (ii) if the rates remain unpaid six months after the previous penalty was added. The penalty will be added on 20 February 2020.
- 24 Pursuant to section 27(7) of the Local Government (Rating) Act 2002, the Council delegates' authority to the constituent district and city councils of the Bay of Plenty region to keep and maintain the rating information database for those areas on its behalf.
- 25 Appoints in accordance with section 53 of the Local Government (Rating) Act 2002 the constituent district and city councils of the Bay of Plenty region, i.e. Kawerau District Council, Ōpōtiki District Council, Rotorua District Council, Taupō District Council, Tauranga City Council, Western Bay of Plenty District Council, Whakatāne District Council, to collect the rates assessed by Bay of Plenty Regional Council, excluding Minor River and Drainage Scheme targeted rates.
- 26 Agrees that in respect of the Minor River and Drainage Scheme targeted rates which are collected directly by the Bay of Plenty Regional Council, where the total amount of rates payable, in respect of any property is \$9.99 or less, pursuant to Section 54 of the Local Government (Rating) Act 2002, the rates payable in respect of the property will not be collected.
- 27 Confirms that the decision has a medium level of significance as determined by the Council's Significance and Engagement Policy. Council has identified and assessed different options and considered community views as part of making the decision, in proportion to the level of significance.

1 Introduction

The Consultation Document for the Annual Plan 2019/20 was made available to the public on 18 March 2019, with a closing date for submissions being 6 May 2019. Hearings of submissions and deliberations on all submissions received as part of the consultation process were held before Council in June 2019. Council considered all practical options available at the deliberations meeting for the consultation topic, and other issues rates; the rates to be set are a result of those decisions.

The rates set out in this paper are in accordance with the Annual Plan 2019/20 Revenue and Financing Policy and Funding Impact Statement, as required by section 23 of the Local Government (Rating) Act 2002.

A resolution is required to set the rates, due dates and penalties regime for the 2019/20 financial year.

2 Analysis of Options

Council participated in a comprehensive series of workshops and meetings as part of the development of the Annual Plan. A number of options and scenarios were considered on different components of the Plan during the course of this process. Further options on a number of key matters were considered as part of the deliberations process.

3 Community Views

Community views were sought using the special consultative procedure prescribed in the Local Government Act 2002. The Bay of Plenty community has had the opportunity to be involved in the Annual Plan through the submissions and hearings process. Councillors have considered the community views and feedback during the deliberations process.

4 Council's Accountability Framework

4.1 Community Outcomes

This proposal directly contributes to all Community Outcomes in the council's Long Term Plan 2018-2028.

4.2 Long Term Plan Alignment

This work is planned under the Finance and Corporate Planning Activity in the Long Term Plan 2018-2028.

Current Budget Implications

This work is being undertaken within the current budget for the Finance and Corporate Planning Activity in the Long Term Plan 2018-2028.

Future Budget Implications

Future implications have been included in the Annual Plan 2019/20.

Andy Dixon
Accounting Team Leader
for General Manager, Corporate

18 June 2019