



Te Mahere ā-Tau **Annual Plan 2023/24**

This document should be read in conjunction with the Long Term Plan 2021–2031



Mihi

*Mai i Ngā Kurī a Whārei ki Tihirau
Mai i Maketū ki uta mai ki Taupō-nui-a-Tia
Ko te rohe kaunihera tēnei o Toi Moana
Kia toi te whenua, kia toi te moana,
kia toi te taiao, kia toi te iwi
Tihei Mauriora!*

Ngā mihi ki a tatou i ngā taumahatanga o te wā.
Ko te tumanako, e noho haumarū nei kōutou ngā whānau,
me ngā hapori o te rohe nei.
Ma te manaakitanga tatou e kokiri whakamua.
I whakarangona atu e Toi Moana ki ngā moemoeā a ngā hapori.
Ka mōhiotia ko Toi Moana he rohe whai painga whai oranga hoki.
Ko te tino pūtake ko te whakapakari ai i ngā momo tūhono
i waenganui i a tātou nā ngā wawata, moemoeā hoki.
Ko tō kaunihera ā rohe he waka eke noa.
Nā tō rourou, nā tōku rourou ka ora ia te iwi.
Nā te ārahitanga o ngā Hapori o Toi Moana e kore mātou a Toi Moana
e kotiti haere ki te whakapakari ai i tō tātou taiao, Hapori anō hoki.

*Stretching from Waihi Beach to East Cape
From Maketū to just inland of Lake Taupō
This is the region of the Bay of Plenty Regional Council
Let the land prosper, let the oceans and lakes prosper,
let the environment prosper so that we, the people, prosper.
'Tis the breath of life*

Warm and affectionate greetings to you during this challenging time.
It is with good intent that your families and communities
are safe across the region.
It is through caring for one another that we will get through this.
Council has listened to the aspirations of its communities confirming
that we are a region seeking wellbeing and vitality together.
The focus is to strengthen our connections to each other and our
environment guided by your aspirations and ideas.
Your regional council is a waka which we are all in together with no
exceptions. Together we shall realise our collective aspirations.
The ongoing guidance from our communities ensures we never deviate
from our commitment to you, our communities and environment.



Te rārangi kaupapa

Contents

<i>Te timatatanga – Introduction</i>	6	<i>Ngā tīpako pūtea – Financial highlights</i>	22
<i>Ko wai mātou, ā, he aha ā mātou mahi Who we are (and what we do!)</i>	8	<i>Ngā rōpū mahinga – Groups of activities</i>	26
<i>Ngā kaupapa e tautokohia e āu reiti The work your rates help fund</i>	9	<i>Ngā kaupapa here me ngā pārongo pūtea Policies and financial information</i>	28
<i>Ngā wā whakaaweawe – Impact areas</i>	10	<i>Ngā mangai – Your representatives</i>	58
<hr/>			
Ngā putanga a-hapori – Community Outcomes	13		
● <i>A healthy environment</i>	14		
● <i>Freshwater for life</i>	16		
● <i>Safe and resilient communities</i>	18		
● <i>A vibrant region</i>	20		



*Whakaekengia
tēnei waka*

**Join our
journey**

*Kia hoe ngātahi atu
ki te pae tawhiti*

**Let us paddle in unison to
move forward as one, so we
may reach the distant horizon**



*Kia haumarū,
kia pakari te hāpori*
**Safe and resilient
communities**

Toitū te rohe
**A vibrant
region**

Our journey together is all inclusive, as we strive to reach our aspirations for our region. Our four hoe waka represent our community outcomes, a healthy environment, freshwater for life, safe and resilient communities, and a vibrant region, that will ensure we are successful in achieving our vision. We will work together in unison, and not in isolation for the betterment of our people. May we empower each other to reach our distant horizons, together.

OUR WELLBEINGS



He korowai tiaki taiao
Environmental wellbeing



He korowai aroha
Social wellbeing



He korowai whakamana tangata
Economic wellbeing



He korowai mātauranga
Cultural wellbeing

Te timatanga **Introduction**

This Annual Plan sets a path for year three of our Long Term Plan 2021-2031. The Long Term Plan is our main planning document, it sets our direction as a council and establishes the work we will deliver to the community over the next 10 years, as well as setting out how that work will be funded.

While we must have a long-term view to be able to make good decisions, 10 years is a long time, and a lot of things can change. Every three years the plan is refreshed for the next decade to make sure it is still on the right path. Councils prepare an Annual Plan in each of the two years between Long Term Plan reviews to set out how we will work towards our goals.



From the Chair and Chief Executive

The seasons of change are upon us as we review our goals for year three of our Long Term Plan 2021-2031. Our 2023/24 Annual Plan looks to balance delivering our planned work while working in a very different operating environment with significant national and global economic challenges.

The start to 2023 brought with it the Bay of Plenty's wettest summer on record, marked by severe weather events and extreme rainfall. These weather events put pressure on the economy and highlight the new reality of living in a changing climate. Community resilience and preparedness along with climate change mitigation are a core part of the work we do as a regional council and this work is more important than ever.

October 2022 saw a new Regional Council elected and we welcomed four new Councillors. There is a renewed way of working and a fresh approach to how we make decisions for our region. Our new council is passionate about serving our ratepayers and making good decisions that will serve generations to come.

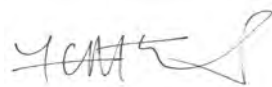
As we continue to adjust to the new reality of living with COVID we are left with long-lasting and significant economic impacts. Inflation is high and we face a once-in-a-generation cost of living crisis. We are acutely aware of a housing crisis and affordability challenges in the Bay of Plenty with persistently high interest rates and a recession.

Our operating expenditure budget for 2023/24 is \$185 million, compared to the \$164 million we had budgeted for year three of the Long Term Plan 2021-31. Our total capital expenditure budget is \$30 million, compared to the \$17 million budgeted for year three of the Long term Plan 2021-31. Two of the key drivers for our increase in operating costs are inflation and interest rates.

When deciding on how best to fund our Annual Plan we looked to keep rates as low as possible by reprioritising funds and using some financial reserves to reduce the pressure on our ratepayers. Our Annual Plan will be funded through a blend of borrowings, income from our investment-arm Quayside Holdings, and a total real rates increase of 3.7% (excluding inflation and growth), which is made up of a total general real rates increase of 5.0% and a total targeted real rates increase of 2.5%. Specific initiatives in the area you live affect your targeted rates. Increases to rates are due primarily to inflation and interest rates being higher than predicted.



Doug Leeder
Chairman



Fiona McTavish
Chief Executive

*General
Rates*

5.0%
**proposed change
in real general rate**
(net of inflation and growth)

Borrowings

\$272
million
borrowing

*Operating
spending*

\$185
million

*Capital
spending*

\$30
million

Ko wai mātou, ā, he aha ā mātou mahi **Who we are (and what we do!)**

Regional councils have different responsibilities to city and district councils. We have a strong focus on the environment and work to achieve our four Community Outcomes for the environmental, economic, cultural and social wellbeing of our community. Below are some of the activities we carry out in relation to our Community Outcomes.

He taiao ora **A healthy environment**

.....

Through our **Planning, Resource Regulation and Monitoring** and **Catchment Management** Group of Activities, we help protect native biodiversity and biosecurity and also monitor compliance of resource consents and air quality as well as our geothermal systems.



Te mana o te wai **Freshwater for life**

.....

Through our **Catchment Management, Support Services** and **Democracy, Engagement and Planning** Group of Activities, we help to maintain and improve water quality, provide technical advice and analysis, and set key environmental rules in relation to our rivers, lakes, and streams.



Kia haumaru, kia pakari te hāpori **Safe and resilient communities**

.....

Through our **Flood Protection and Control, and Regional Flood Risk Co-ordination, Emergency Management** and **Resource Regulation and Monitoring** Group of Activities, we manage a number of defences against flooding and help administer and co-ordinate a range of civil defence services with key partners. We also provide education on, and enforce, key water-related safety laws.



Toitū te rohe **A vibrant region**

.....

Our **Transportation and Urban Planning** and **Democracy, Engagement, and Planning** Group of Activities run bus services across the region and work with our diverse communities to ensure their voices are heard in our work, and that the democratic process is maintained.



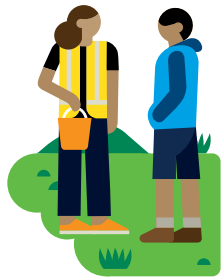
Ngā kaupapa e tautokohia e āu reiti

The work your rates help fund



Natives planted
for environmental
protection

1.3+ M



Volunteer groups or
projects supported

100+



Visitors to
Regional Parks

102,250



Water samples analysed
under swimming sites
monitoring programme

1,679



Spoke with

14,800

harbour and lake users
to educate them and
keep them safe

Pollution hotline
calls responded to

3,151

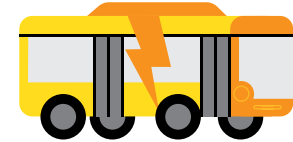
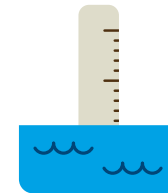


Environmental
consent checks

3,719

Water monitoring sites to
understand and safeguard
our environment

680+



Number of public
transport trips taken

2.25 M



Maintaining

385km

of stopbanks for
flood protection



Inspections for pests

4,210

Latest annual figures



Ngā wā whakaaweawe Impact areas

As part of our strategic direction in our Long Term Plan we identified eight strategic priorities. Within these we have highlighted three as areas where we're looking to make the most impact with our community, with the resources we have, and within the role we're tasked to do by Central Government.

! Climate change

On 27 June 2019, Regional Councillors acknowledged climate change as a serious issue for the region by declaring a climate emergency and making a commitment to work with the community on transitioning to a low carbon future and adapting to our changed climate. Council adopted a revised climate change action plan for 2021-23 on 4 August 2021.

What's happening

- **Blue Carbon Building Blocks**

Blue Carbon refers to carbon captured and stored by coastal wetlands. We are investigating the potential of Blue Carbon in the region. Our work involves both mapping potential saltmarsh habitat across our region and validating local carbon sequestration rates. We are also actively restoring some saltmarsh sites.

- **Pathway to Net Zero.** We have completed a three-year audit of Council's internal emissions and established an understanding of our emission sources, including challenges and opportunities. The next step is to develop a pathway to enable Council to become net zero, including opportunities for carbon sequestration alongside emission reduction.



! Partnerships with Māori

The Treaty principles, and the partnership upon which it is founded, are an established part of our local government framework. As Treaty partners, Māori hold a unique role in shaping and contributing to regional leadership and direction.

What's happening

- **Kia Marutau ki te Wai Programme**

After a successful pilot in Tauranga Moana the Maritime team is looking forward to extending the program to include the East Coast and Rotorua this year. This is a harm prevention program, providing Safer Boating education and resources to our individual iwi and hapū. On completion participants are presented with a range of Safer Boating resources that allow them to deliver Safer Boating messages back to their community. This will help us change attitudes and behaviours around using our waterways and return our whānau home safe every day.

- **3rd Generation Hapū and Iwi Management Plans**

A continued focus for the coming year is delivery of targeted support to iwi and hapū in updating and/or developing management plans in readiness for the multitude of legislative reforms on the horizon.



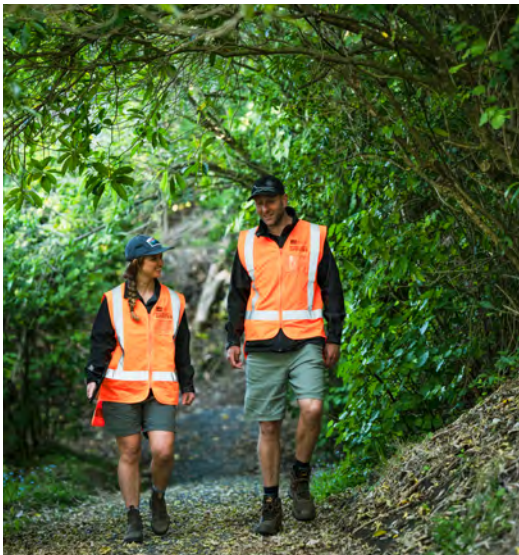
! Community participation

An aware, informed, engaged and active community underpins a healthy local democracy. Whether volunteering on environmental programmes, standing for or voting in council elections, or providing valuable feedback, it's critical we work hand in hand with our community.

What's happening

- Participatory budgeting techniques are being refined with the **School Sustainability and Resilience Fund** trial now in its second year.
- Online engagement is growing with a range of tools and techniques applied in both formal and informal engagement. More than 4000 people are registered users of the **participate.boprc.govt.nz engagement platform**.
- We will continue to fund community led projects through our grant funding programmes including the Environmental Enhancement Fund, the School Sustainability and Resilience Fund and Te Hāpai Ora – Regional Community Outcomes fund – further information is available at **www.boprc.govt.nz/community-funding**





Ngā putanga a-hapori **Community Outcomes**





He taiao ora **A healthy environment**

*We protect and enhance our air, land, freshwater,
geothermal, marine and coastal resources,
and biodiversity for our communities.
We support others to do the same.*

***Ko tā te taiao ora he whakaatu i ēnei kōwhaiwhai e tupu ana,
ā, e puāwai mai nā i te puna kotahi.***

Healthy environment is represented by the kōwhaiwhai growing
and flourishing from the one source.

Objectives

Our community understands
the state of our environment
and is involved in its care

The diverse range of ecosystems in
the region are in a healthy state

Resource users implement good
practice in using our natural resources

A sound science base,
including mātauranga Māori,
supports decision making

Effective natural resource limits are
in place, enforced and monitored

Prioritised actions are in place
where natural resources do not
meet community expectations



He korowai tiaki taiao
Environmental wellbeing

Environmental wellbeing is central to
our purpose as a Regional Council. We
aim to maintain and enhance the air,
land, freshwater, geothermal, coastal,
and biodiversity aspects of our natural
environments. We support a range of
other groups, including volunteers, to
do the same.

Ngā taumata o te ratonga

Levels of service include:



**Investigate
90% of air quality
exceedances
within ten days**



**Process 95% of
resource consent
applications
within time**



**Ensure 85% of our
pest management
programmes
are on track**



**Increase
the number
of visitors to
regional parks**

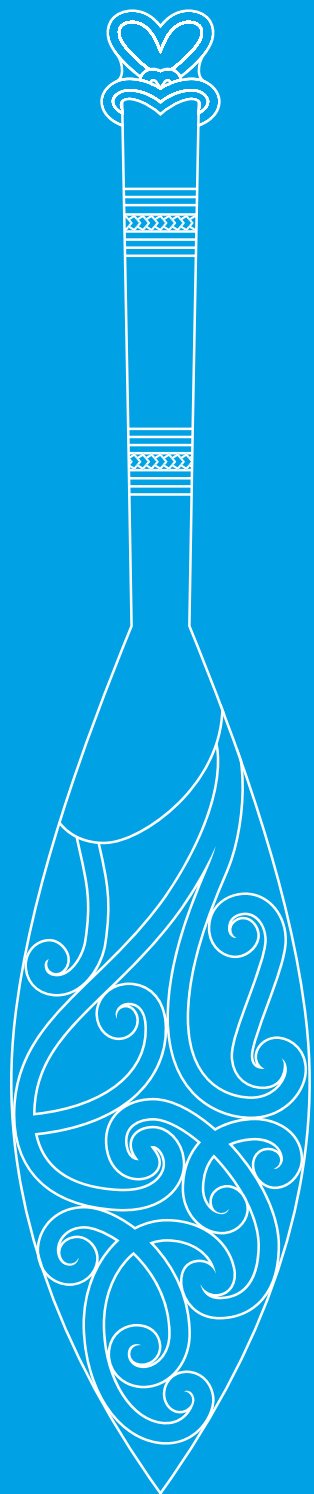
What we are planning to spend in the Annual Plan 2023/24 to achieve this outcome.

**Operating
Expenditure: \$46 million**

**Capital
Expenditure: \$5 million**

What's new in Annual Plan 2023/24

- **\$75,000** additional funding in 2023/24 for **Coast Care**. This is a coastal restoration programme, run in close partnership with local communities, local authorities, care groups and schools, that aims to restore and protect the sand dunes along our Bay of Plenty beaches.
- **\$50,000** funding per annum for three years to support eligible homeowners in the **Rotorua Airshed** to improve home heating options and to improve air quality by removing and replacing inefficient burners.



Te mana o te wai **Freshwater for life**

Our water and land management practices maintain and improve the life giving ability of the region's freshwater resources.

*E whakaaturia ana te wai Māori ki te kōripo o te kōwhaiwhai.
Ko tā te rauru hoki, he tohu i te oroko tīmata o te ao.*

Fresh water is displayed in the swirling patterned kowhaiwhai.
The rauru can also represent the beginning of life.

Objectives

Our community is connected to freshwater and involved with its management

Freshwater ecosystems, along with estuarine and coastal connections in the region, are thriving

Freshwater provides for intrinsic well-being, along with cultural, recreational and economic well-beings



He korowai tiaki taiao
Environmental wellbeing

Protecting our freshwater resources is key to environmental wellbeing. We work with landowners across the region to help them reduce pollutants in our streams, rivers, and lakes – whether it's nitrogen, *E.Coli*, or other pollutants. We also work through our plan setting, resource consents, and compliance functions to ensure we are only extracting the right amount of freshwater from our aquifers and ensuring there is enough for sustained use. We also consent and monitor other discharges to water from industrial and commercial activities.

Ngā taumata o te ratonga

Levels of service include:



Ensure 75% of monitored sites meet swimmability requirements



95% real-time deliverable environmental data available online



Respond to 99% of urgent complaints within 12 hours and non-urgent complaints within three days



Monitor 90% of swimming sites for water quality

What we are planning to spend in the Annual Plan 2023/24 to achieve this outcome.

Operating Expenditure: \$26 million

Capital Expenditure: \$2 million

Annual Plan 2023/24 updates

Freshwater management Government released a new National Policy Statement for Freshwater Management in 2020 and all councils are required to update our regional rules to give effect to the new national targets around freshwater. Starting April 2022 and continuing into 2023/24 we are holding engagement events across the region to share information about the freshwater issues for each Freshwater Management Unit (FMU) and the draft options we are considering to manage them. Further information is available on our [website](#). Feedback on draft options is welcomed online, at community events, through hard copy booklets and by email.

Rotorua catchments Improving water quality on Lake Rotorua remains the core focus for the Rotorua Catchments team this year. Along with continuing our work in enhancing and maintaining biodiversity and supporting other projects to achieve water quality objectives across the Te Arawa Lakes catchments.



Kia haumaru, kia pakari te haponi **Safe and resilient communities**

*Our planning and infrastructure supports
resilience to natural hazards so that our communities'
safety is maintained and improved.*

*Mehemea kua haoa te mangōpare, ka whawhai mō te hemo tonu atu.
Ka tāraia hei taniwha, hei kaitiaki rānei. Ko te mahi a te kaitiaki he
haumaru i ngā mea hei tiakina mōna. He tohu hoki i te pakari.*

The caught hammerhead shark, it fights to the bitter end. Often used as a kaitiaki or guardian. The role of a kaitiaki is to keep safe that which it is protecting. It can also represent resilience.

Objectives

Our communities understand the natural hazard and climate change risks they live with

Our partners and our organisation incorporate climate change and hazard risk into planning and decision making

Our region has the capacity and capability to respond to and recover from emergencies

Our region's natural hazard risks, in particular flood risk, are managed through how we work, in a way that is affordable and takes a long term perspective

Navigation and water activities within our region strive to keep people safe



He korowai aroha
Social wellbeing

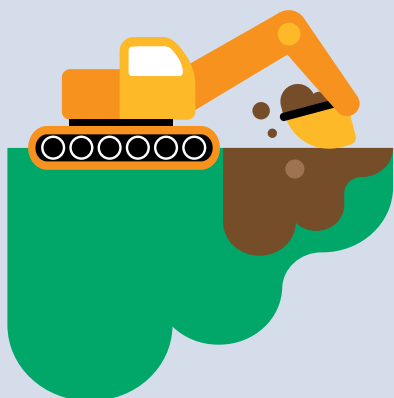


He korowai whakamana tangata
Economic wellbeing

Protecting communities from excess flooding is the primary way we contribute to our outcome of safe and resilient communities. This in turn contributes to social and economic wellbeing by keeping people safe, homes safe, and also mitigating any economic loss. We primarily do this through our flood control functions. We also contribute to safe and resilient communities by delivering and co-ordinating emergency management services, and providing maritime services, including maintaining navigation aids and responding to emergency situations.

Ngā taumata o te ratonga

Levels of service include:



Complete 85% of planned maintenance and 75% of planned renewals for flood control infrastructure



Ensure 100% of flood warnings are given correctly



Respond to 95% of oil spills within 30 minutes or two hours, depending on location



Ensure 95% of maritime navigational aids are of good quality

What we are planning to spend in the Annual Plan 2023/24 to achieve this outcome.

Operating Expenditure: \$38 million

Capital Expenditure: \$21 million

What's new in Annual Plan 2023/24

- **\$30,000** of operational and **\$700,000** of capital funding has been allocated in 2023/24 to repair and replace **urban stopbanks** where there had been damage to these flood defences on public land.
- **\$5.3 million** for the **Rangitāiki Floodway upgrade** in 2023/24 which is a multi-stage project designed to take pressure off the flood prone Rangitāiki River by diverting some of its flow during significant weather events. The spillway upgrade is the final stage of the project and will complete the floodway upgrade which was proposed following major flooding in 2004. Consultation has been undertaken in respect of the spillway and the community is supportive of the work.



Toitū te rohe **A vibrant region**

Our stewardship of natural resources and the connections we make provides for sustainable economic development across our region.

Ko tā te tohu a te kape he nunui, ā, he huhua. He ngākau whakapuke, he ngākau whiwhita, ā, he ngākau nui ki te ao o nāia nei me ngā rā kei tua.

The kape represent abundance and plentifulness. Vibrant, bustling and full of life, now and into the future.

Objectives

Economic development opportunities are enabled and connected across our region

Regional transport and regional land use planning is integrated and responsive to growth and natural resource pressures

A fit for purpose public transport system enables a growing economy and a safe, healthy and vibrant region

Our partnerships and collaborative approach leads to improved environmental outcomes

Our region is reducing net greenhouse gas emissions in line with national targets and is transitioning to a low carbon economy

Our region is recovering quickly and well from COVID-19



He korowai mātauranga
Cultural wellbeing

Māori policy is vital to ensuring the voice of iwi and hapū is heard in our decision-making, facilitating strong Māori cultural wellbeing. Our governance services help robust decision making and ensure the transparency of our processes to the public. Lastly, community engagement provides opportunities for the public to participate directly in our activities.



He korowai whakamana tangata
Economic wellbeing

Providing integrated planning, public transport and regional development is key to the economic wellbeing of the Bay of Plenty. Good planning ensures that people can live and work in relatively close proximity.

Ngā taumata o te ratonga

Levels of service include:



**Increase
bus patronage**
from last year



**Increase the
number of shared
decision-making
arrangements** with
Māori organisations



**Ensure 90% of
community groups
funded for
environmental work**
achieve their goals



**Make 90%
of Council meetings**
accessible
via livestream

What's new in Annual Plan 2023/24

What we are planning to spend in the Annual Plan 2023/24 to achieve this outcome.

**Operating
Expenditure:** **\$74 million**

**Capital
Expenditure:** **\$2 million**

- **\$500,000** funding per annum to deliver “**He tirohanga hononga, He ara mua - a connected view, a pathway to the future**”. This is our new regional spatial planning work programme which will enable a more integrated and connected view of the region and associated sub-regions.
- **\$70,000** funding to complete the **Rotorua Passenger Transport network refresh**. Council has progressed plans for a refresh of the Rotorua network, including undertaking public consultation.
- **\$50,000** in 2023/24 to support **Tauranga City Council with their bus shelter improvement** programme, by contributing funding for three high quality bus shelters in prominent locations.
- **\$299,000** operational and **\$80,000** capital funding in 2023/24 to fund an 18 month **On-Demand Public Transport Trial** in Tauranga starting early 2024.
- As a result of the Governments Budget 2023, more people who use the bus network will qualify for fare free or reduced fare travel. **Fare free travel will be available for bus users up to 18 years old.** Customers aged 19-24 using a Bee Card for their travel will receive ½ price fares. Further information is available on the [baybus website](https://www.baybus.co.nz/).

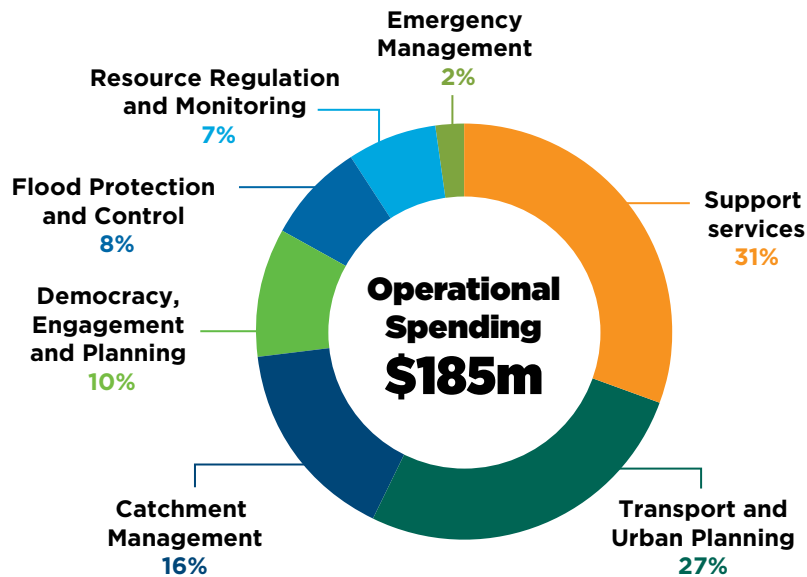


Ngā tīpako pūtea **Financial highlights**

Changes through our Annual Plan 2023/24 have resulted in a number of adjustments to our operating and capital expenditure compared to what was originally set out in year three budget in the Long Term Plan 2021-31. As a result, there are changes to how our work is funded and these are summarised on the following pages.

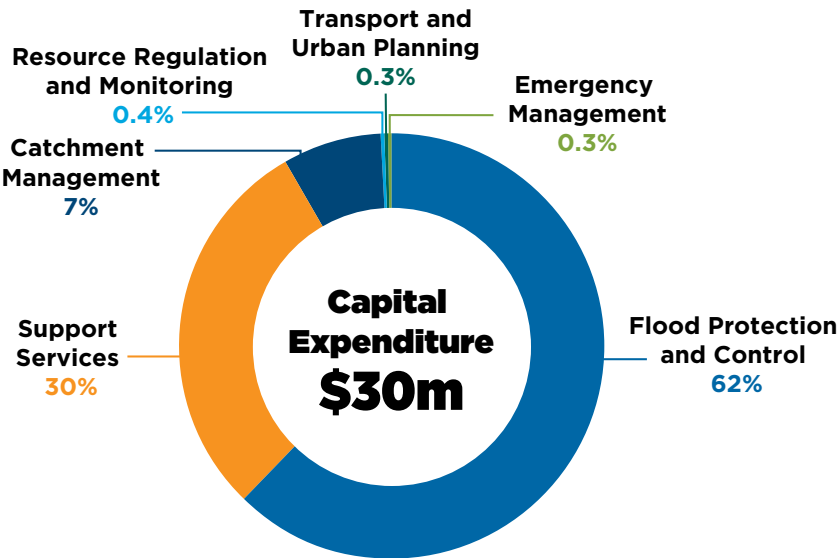
Operating Expenditure

Our total operating expenditure budget for 2023/24 is now \$185 million, compared to \$164 million, as originally budgeted for year three of the Long Term Plan 2021-31. There are a number of items impacting our operating expenditure including the changes to our work described in the Community Outcomes section of this document.



Capital Expenditure

Our total capital expenditure budget for year three is now \$30 million, compared to \$17 million as originally budgeted for year three of the Long Term Plan 2021-31. Key changes to our capital work programme for 2024/24 are also outlined in the Community Outcomes section.



Funding our work

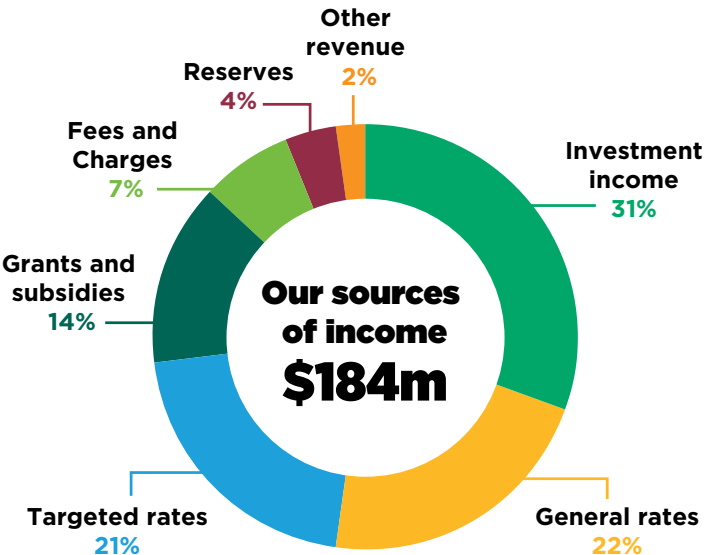
The money collected through your rates is expected to make up 43% of the money that funds our operating expenditure in 2023/24.

This Annual Plan will see a total average rate increase of 3.7% – this is higher than the 1.7% increase that was forecast in year three of the Long Term Plan.

This includes a general rates increase of 5.0%. The average increase in targeted rates, which affects the total rates you pay, depends on the area in which you live and the services you receive. In addition, the recent property revaluation processes completed by Ōpōtiki District Council, Western Bay of Plenty District Council and Whakatāne District Council have impacted the final rates you will pay.

Our proposed average rates increase allows us to address recent changes and continue on the path towards achieving our vision and community outcomes while delivering the services you expect from us and meeting our legislative requirements.

Quayside Holdings Ltd, our Council owned investment company continues to make a significant contribution to Council revenue with \$45.0 million to be contributed in the 2023/24 financial year. This income will equate to an average rates reduction of \$380 per household. This revenue allows us to reduce the general rates that would otherwise be charged and ensures our community benefits from these investments. The graph below shows all sources of income for 2023/24.



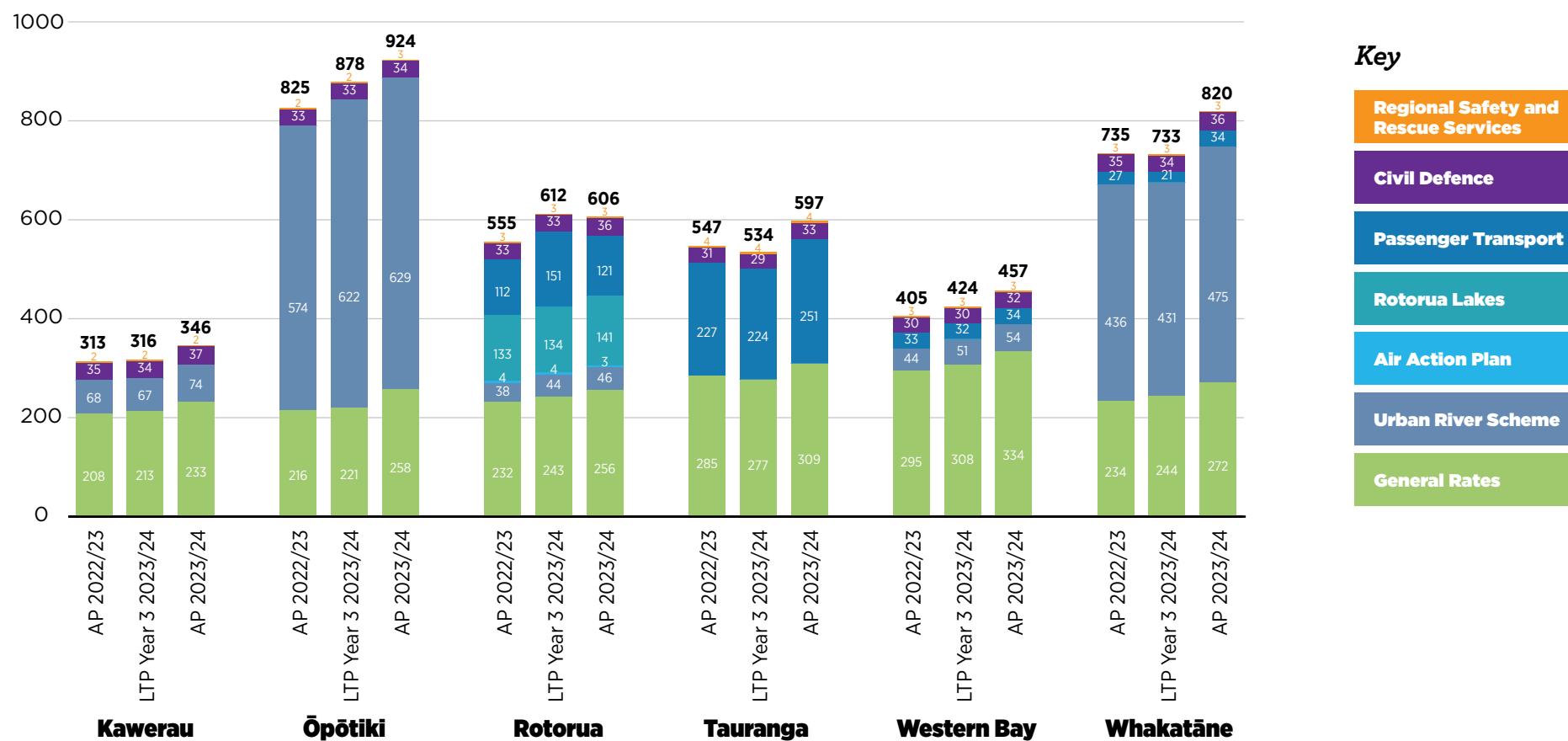
Unbalanced Budget Statement

We propose to have an unbalanced budget in 2023/24. This means that our forecast operating revenue is less than our operating expenditure. The main reason for this is due to our commitment to keeping rates at an affordable level by using investments and dividends, as well as reserves to maintain equitable rate rises across the region. We have prudently managed our forecasted levels of operating revenue and financial reserves to meet our obligations.

Total rates by territorial authority - annual average

The graph below shows rates comparisons between what you are paying now, what was originally planned for year three of the Long Term Plan 2021-2031, and what has been confirmed for the Annual Plan 2023/24. The information shown is based on median property values, the level of rates you pay will vary depending on where you live and your property value.

Annual total rates by territorial authority - median properties 1,000m² GST inclusive



Ngā rōpū mahinga

Groups of activities

We deliver our work through seven groups of activities (what we do).

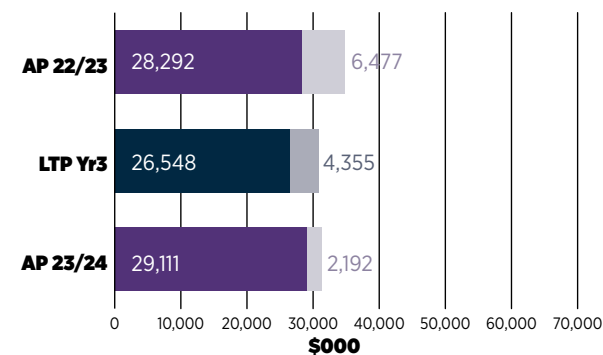
The following shows our operating and capital expenditure for Annual Plan 2023/24, compared to our budget for 2022/23 and what was budgeted through year three of the Long Term Plan 2021-2031.

Key

- LTP Operating expenditure
- LTP Capital expenditure
- AP Operating expenditure
- AP Capital expenditure

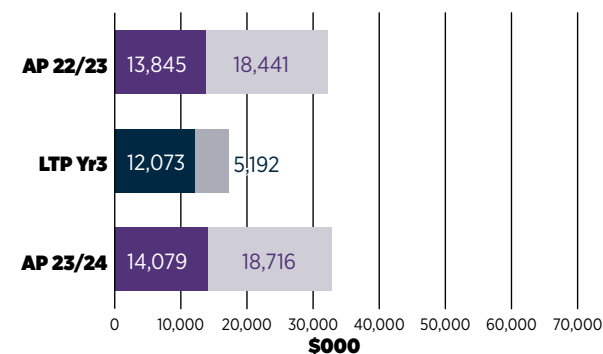
Catchment Management

- Biosecurity
- Regional Parks
- Rotorua Lakes
- Coastal Catchments



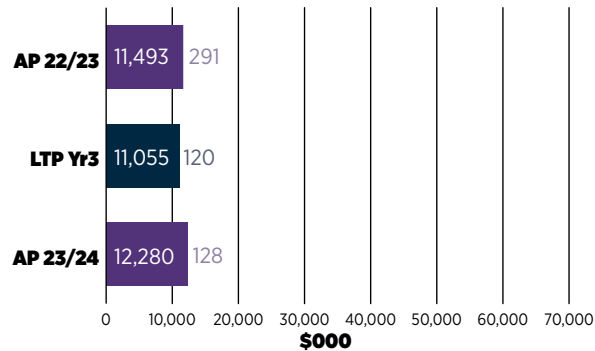
Flood Protection and Control

- Rivers and Drainage Schemes
- Regional Flood Risk Coordination



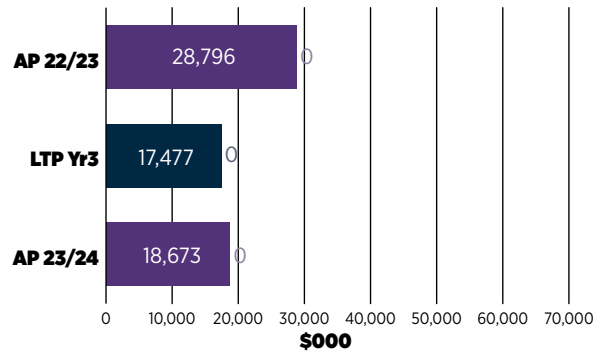
Resource Regulation and Monitoring

- Resource Consents
- Air Quality
- Regulatory Compliance
- Maritime Operations



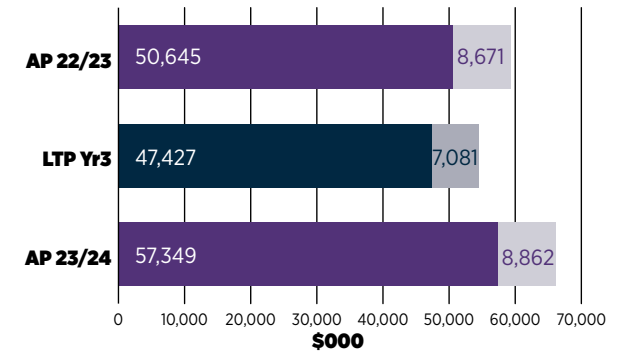
Democracy, Engagement and Planning

- Environmental Strategy
- Policy and Planning
- Māori Policy
- Community Engagement
- Governance Services
- Regional Development



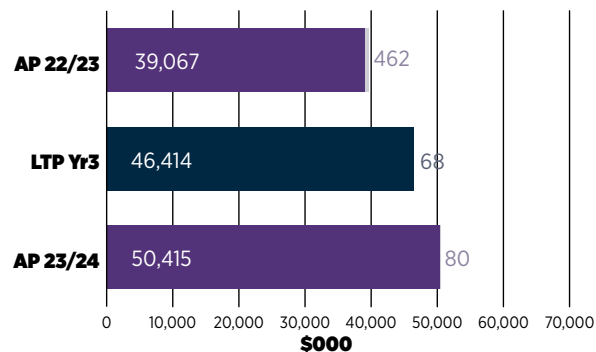
Support Services

- Technical Support
- Corporate Support



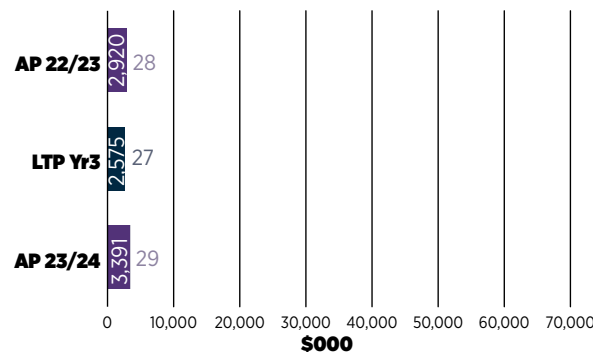
Transportation and Urban Planning

- Public Transport
- Transport and Urban Planning



Emergency Management

- Emergency Management



Key

- LTP Operating expenditure
- LTP Capital expenditure
- AP Operating expenditure
- AP Capital expenditure



Ngā kaupapa here me ngā pārongo pūtea **Policies and financial information**

Changes to Accounting Policies and Forecasting Assumptions

Accounting policy changes

There are no accounting policy changes for the 2023/24 Annual Plan.

Forecasting assumption changes

The following are changes to the forecasting assumption since the Long Term Plan 2021-2031:

Assumption	2023/24	
	Year 3 Long Term Plan	Annual Plan
1. Investment income	0.95%	5.5%
2. Number of rating units	135,262	136,110
3. Borrowing and expected interest rates	1.1%	4.30%

Prospective Financial Statements

Prospective Statement of Revenue and Expense

		2022/23	2023/24		
\$000	Notes	Annual Plan	Year 3 Long Term Plan	Annual Plan	Change
Operating revenue					
General rates		35,647	35,812	40,247	(4,435)
Targeted rates		35,413	36,915	39,109	(2,194)
Subsidies and grants		24,442	25,465	32,374	(6,909)
Fees and charges		12,059	12,928	12,157	771
Finance income		6,807	3,367	7,998	(4,631)
Dividends		46,000	43,550	48,600	(5,050)
Other revenue		3,474	3,159	3,623	(464)
Total operating revenue	1	163,842	161,196	184,108	(22,912)
Operating expenditure					
Personnel expenses		54,149	50,572	60,565	(9,993)
Depreciation and amortisation	3	8,723	9,402	10,293	(891)
Finance costs		8,390	5,864	10,453	(4,589)
Trading and other expenses		103,799	97,730	104,105	(6,375)
Total operating expenditure	1	175,060	163,568	185,416	(21,848)
Share of profit/loss of equity accounted investees		0	0	0	0
Net surplus (deficit)		(11,218)	(2,372)	(1,308)	(1,064)
Other comprehensive revenue and expense					
Gain/(loss) on property revaluations		4,321	0	0	0
Gain on infrastructure asset revaluations		6,615	22,296	37,734	(15,438)
Gain on maritime and lakes asset revaluations		0	148	928	(780)
Financial assets at fair value through other comprehensive revenue and expense		0	66	0	66
Total other comprehensive revenue and expense		10,936	22,510	38,662	(16,152)
Total comprehensive revenue and expense		(282)	20,139	37,353	(17,215)

Prospective Statement of changes in Net Assets/Equity

		2022/23	2023/24		
\$000	Notes	Annual Plan	Year 3 Long Term Plan	Annual Plan	Change
Balance at 1 July		557,729	553,864	562,518	8,654
Total comprehensive revenue and expense previously reported		(282)	20,139	37,353	17,214
Balance at 30 June		557,447	574,003	599,871	25,869
<i>Total comprehensive revenue and expense attributable to:</i>					
Equity holders of the parent		(282)	20,139	37,353	17,214

Prospective Statement of Financial Position

		2022/23	2023/24		
\$000	Notes	Annual Plan	Year 3 Long Term Plan	Annual Plan	Change
Current assets					
Cash and cash equivalents		29,000	30,670	55,027	24,357
Trade and other receivables		27,231	26,535	25,377	(1,158)
Other financial assets – current		16,458	6,021	6,421	400
Inventories		251	274	555	281
Total current assets		72,940	63,500	87,381	23,881
Non-current assets					
Trade and other receivables - non-current		1,467	462	133	(329)
Property plant and equipment		563,049	628,257	606,439	(21,818)
Intangible assets		7,585	4,101	5,963	1,862
Investment in equity accounted investees		7	10	8	(2)
Other financial assets:					
Investment in other entities		53	51	55	4
Investment in CCO's and other similar entities		83,834	57,514	83,482	25,968
Loans to related parties (Quayside Holdings Limited)		150,000	150,000	120,000	(30,000)
Total non-current assets		805,995	840,394	816,080	(24,315)
Total assets		878,935	903,894	903,461	(434)

Prospective Statement of Financial Position continued

Prospective Statement of Financial Position continued		2022/23	2023/24		
\$000	Notes	Annual Plan	Year 3 Long Term Plan	Annual Plan	Change
Current liabilities					
Trade and other payables		17,352	22,922	15,123	(7,799)
Employee benefit liabilities		5,775	6,540	5,872	(668)
Borrowings - short term		35,000	95,000	152,000	57,000
Total current liabilities		58,127	124,461	172,995	48,534
Non-current liabilities					
Trade and other payables		6,503	0	6,569	6,569
Employee benefit liabilities - long term		1,328	1,129	1,426	297
Borrowings - long term		252,530	200,900	120,000	(80,900)
Put option		3,000	3,400	2,600	(800)
Total non-current liabilities		263,361	205,429	130,595	(74,834)
Total liabilities		321,488	329,890	303,590	(26,300)
Total net assets		557,447	574,003	599,871	25,866
Equity					
Retained earnings		234,879	216,719	210,931	(5,788)
Asset revaluation reserve		240,177	270,385	286,989	16,604
Asset replacement reserve		(302)	34,802	17,757	(17,044)
General reserves		71,952	45,135	72,048	26,913
Targeted rates reserves		5,839	3,563	4,695	1,132
Restricted reserves		4,901	3,398	7,451	4,054
Total equity		557,447	574,003	599,871	25,872

Prospective Statement of Cash flows

		2022/23	2023/24		
\$000	Notes	Annual Plan	Year 3 Long Term Plan	Annual Plan	Change
Cash flows from operating activities					
General and targeted rates		71,060	72,727	79,356	6,629
Grants & subsidies		24,442	25,465	32,374	6,909
GST		(110)	1,901	(146)	(2,047)
Other receipts from customers		15,533	16,087	15,780	(307)
Interest received		6,807	3,367	7,998	4,631
Interest paid		(8,390)	(5,864)	(10,453)	(4,589)
Dividends/distributions received		46,000	43,550	48,600	5,050
Payments to suppliers		(103,799)	(97,730)	(104,105)	(6,375)
Payments to employees		(54,149)	(50,572)	(60,565)	(9,993)
Net cash from operating activities		(2,606)	8,931	8,839	(92)
Cash flows from investing activities					
Purchase of property plant & equipment		(33,703)	(16,622)	(29,124)	(12,502)
Purchase of intangible assets		(667)	(220)	(883)	(663)
Purchase of investments		(25,000)	0	(179)	(179)
Investment withdrawals		64,257	9,080	0	(9,080)
Net cash from investing activities		4,886	(7,762)	(30,187)	(22,425)

Prospective Statement of Cash Flows continued		2022/23	2023/24		
\$000	Notes	Annual Plan	Year 3 Long Term Plan	Annual Plan	Change
Cash flows from financing activities					
Proceeds from borrowings		75,000	0	49,870	49,870
Loan issued to QHL		(74,870)	0	(49,870)	(49,870)
Borrower Notes		(1,875)	(750)	(1,247)	(497)
Loan repayments from ratepayers		408	423	361	(62)
Net cash from financing activities		(1,337)	(327)	(886)	(559)
Net increase/ (decrease) in cash, cash equivalents and bank overdrafts		943	842	(22,234)	(23,076)
Cash, cash equivalents and bank overdrafts at the beginning of the year		28,057	29,828	77,262	47,434
Cash, cash equivalents and bank overdrafts at the end of the year		29,000	30,670	55,028	24,359

Notes to Prospective Financial Statements

Note 1 – summary financial statements – reconciliation to statement of comprehensive revenue and expense and funding impact statement

	2022/23		2023/24	
\$000	Annual Plan	Year 3 Long Term Plan	Annual Plan	Change
Revenue by group of activities				
Catchment Management	33,537	31,124	34,983	(3,859)
Flood Protection & Control	22,023	21,501	23,465	(1,964)
Resource Regulation & Monitoring	16,545	16,302	18,043	(1,741)
Transport and Urban Planning	40,606	45,046	50,876	(5,830)
Democracy, Engagement and Planning	28,037	25,581	29,244	(3,662)
Emergency Management	3,806	3,703	4,106	(403)
Support Services	15,673	16,203	17,558	(1,355)
Activity operating revenue	160,228	159,461	178,276	(18,815)
Reconciliation to income statement				
Plus subsidies and grants for capital expenditure	3,615	1,736	5,832	(4,096)
Total operating revenue – statement of comprehensive revenue and expense	163,842	161,197	184,108	(22,911)
Reconciliation to funding impact statement				
Less subsidies and grants for capital expenditure	(3,615)	(1,736)	(5,832)	4,096
Less other dedicated capital funding	0	0	0	0
Total sources of operating funding	160,228	159,461	178,276	(18,815)

Note 1 continued	2022/23	2023/24		
\$000	Annual Plan	Year 3 Long Term Plan	Annual Plan	Change
Expenditure by group of activities				
Catchment Management	33,053	31,420	34,703	(3,282)
Flood Protection & Control	18,813	17,314	19,893	(2,579)
Resource Regulation & Monitoring	16,488	16,020	18,030	(2,010)
Transport and Urban Planning	41,183	48,450	53,181	(4,731)
Regional Planning & Engagement	38,214	26,840	29,169	(2,330)
Emergency Management	4,024	3,701	4,639	(937)
Support Services	23,285	19,822	25,801	(5,979)
Total operating expenditure	175,060	163,568	185,416	(21,848)
Reconciliation to statement of comprehensive revenue and expense				
Total expenditure - statement of comprehensive revenue and expense	175,060	163,568	185,416	(21,848)
Reconciliation to funding impact statement				
Less depreciation	(8,723)	(9,402)	(10,293)	891
Total applications of operating funding	166,338	154,166	175,123	(20,957)
Net cost of service	(11,218)	(2,371)	(1,308)	(1,063)
Surplus (deficit) of operating funding	(6,110)	5,295	3,153	2,142

Each group of activity financial statement includes internal costs, internal revenues, and non-monetary transactions.

In order to fairly reflect the total external operations for the Council in the income statement, internal transactions are eliminated as shown.

In order to comply with schedule 10 of the Local Government Act 2002, internal and non-monetary transactions are eliminated in the funding impact statement (whole of council) as shown.

Note 2 – Reserves

	2022/23	2023/24		
\$000	Annual Plan	Year 3 Long Term Plan	Annual Plan	Change
Asset Revaluation Reserves				
Asset Revaluation Reserve				
Opening balance surplus (deficit)	223,984	246,014	242,255	3,759
Deposits	10,937	22,444	38,662	(16,218)
Withdrawals	0	0	0	0
Closing balance surplus (deficit)	234,921	268,458	280,917	(12,459)
Financial Assets Reserve				
Opening balance surplus (deficit)	5,256	1,861	6,072	(4,211)
Deposits	0	66	0	66
Withdrawals	0	0	0	0
Closing balance surplus (deficit)	5,256	1,927	6,072	(4,145)
Total asset revaluation reserves	240,177	270,385	286,989	(16,604)
Asset Replacement Reserves				
Asset Replacement Reserve				
Opening balance surplus (deficit)	31,989	38,201	5,386	32,815
Deposits	(3,119)	13,443	13,362	81
Withdrawals	(29,172)	(16,843)	(991)	(15,852)
Closing balance surplus (deficit)	(302)	34,802	17,757	17,045
Total asset replacement reserves	(302)	34,802	17,757	17,045

Note 2 continued

	2022/23	2023/24		
\$000	Annual Plan	Year 3 Long Term Plan	Annual Plan	Change
General Reserves				
Equalisation Fund Reserve				
Opening balance surplus (deficit)	0	(5,057)	0	(5,057)
Deposits	0	1,313	0	1,313
Withdrawals	0	(4,038)	0	(4,038)
Closing balance surplus (deficit)	0	(7,782)	0	(7,782)
Regional Project Fund Reserve				
Opening balance surplus (deficit)	27,593	10,291	4,345	5,947
Deposits	6,529	5,152	5,560	(408)
Withdrawals	(32,170)	(7,526)	(7,857)	331
Closing balance surplus (deficit)	1,952	7,917	2,048	5,870
Toi Moana reserve				
Opening balance surplus (deficit)	45,000	45,000	70,000	(25,000)
Deposits	25,000	0	0	0
Withdrawals	0	0	0	0
Closing balance surplus (deficit)	70,000	45,000	70,000	(25,000)
Total General Reserves	71,952	45,135	72,048	(26,912)

Note 2 continued

	2022/23	2023/24		
\$000	Annual Plan	Year 3 Long Term Plan	Annual Plan	Change
Targeted Rates Reserves				
Rates Current Account Reserve				
Opening balance surplus (deficit)	6,747	4,199	4,845	(646)
Deposits	629	361	1,846	(1,485)
Withdrawals	(1,537)	(998)	(1,996)	999
Closing balance surplus (deficit)	5,839	3,563	4,695	(1,133)
Total Targeted Rates Reserves	5,839	3,563	4,695	(1,133)
Restricted Reserves				
Environmental Enhancement Fund				
Opening balance surplus (deficit)	260	274	406	(132)
Deposits	332	332	332	0
Withdrawals	(332)	(332)	(332)	0
Closing balance surplus (deficit)	260	274	406	(132)
Disaster Reserves				
Opening balance surplus (deficit)	3,607	1,632	4,580	(2,948)
Deposits	963	941	941	0
Withdrawals	(3,595)	(1,617)	(1,617)	0
Closing balance surplus (deficit)	975	956	3,904	(2,948)
Rotorua Lakes Deed Funding Reserve				
Opening balance surplus (deficit)	629	0	53	(53)
Deposits	9	0	0	0
Withdrawals	0	0	(29)	29
Closing balance surplus (deficit)	638	0	24	(24)

Note 2 continued

	2022/23	2023/24		
\$000	Annual Plan	Year 3 Long Term Plan	Annual Plan	Change
Kaituna NZTA reserve				
Opening balance surplus (deficit)	626	604	644	(40)
Deposits	11	0	37	(37)
Withdrawals	0	0	0	0
Closing balance surplus (deficit)	637	604	681	(77)
CDEM Group Reserve				
Opening balance surplus (deficit)	888	887	888	(1)
Deposits	0	0	0	0
Withdrawals	0	0	0	0
Closing balance surplus (deficit)	888	887	888	(1)
Kaituna River Authority Reserve				
Opening balance surplus (deficit)	193	188	198	(10)
Deposits	3	0	11	(11)
Withdrawals	0	0	0	0
Closing balance surplus (deficit)	196	188	209	(21)
Kaituna River Remediation				
Opening balance surplus (deficit)	509	491	523	(32)
Deposits	9	0	30	(30)
Withdrawals	0	0	0	0
Closing balance surplus (deficit)	518	491	553	(62)
Tarawera Restoration reserve				
Opening balance surplus (deficit)	788	0	788	(788)
Deposits	1	0	0	0
Withdrawals	0	0	0	0
Closing balance surplus (deficit)	789	0	788	(788)
Total Restricted Reserves	4,901	3,400	7,452	(4,053)

Note 2 continued

	2022/23	2023/24		
\$000	Annual Plan	Year 3 Long Term Plan	Annual Plan	Change
Total Reserves				
Opening balance surplus (deficit)	348,069	344,585	340,983	3,603
Deposits	41,305	44,052	60,780	(16,729)
Withdrawals	(66,806)	(31,353)	(12,822)	(18,531)
Closing balance surplus (deficit)	322,568	357,284	388,941	(31,657)

Note 3 – Depreciation and amortisation

	2022/23	2023/24		
\$000	Annual Plan	Year 3 Long Term Plan	Annual Plan	Change
Depreciation and amortisation by group of activities				
Catchment Management	1,435	1,417	1,493	76
Flood Protection & Control	1,489	1,704	2,976	1,272
Resource Regulation & Monitoring	94	70	88	18
Transport and Urban Planning	875	429	905	476
Democracy, Engagement and Planning	0	0	0	0
Emergency Management	7	16	8	(8)
Support Services	4,824	5,766	4,823	(943)
Total depreciation and amortisation	8,723	9,402	10,293	891

Note 4 – Financial prudence

The purpose of this statement is to disclose the Council's planned financial performance in relation to various benchmarks, to enable the assessment of whether the Council is prudently managing its revenues, expenses, assets, liabilities and general financial dealings.

The Council is required to include this statement in its Annual Plan in accordance with the Local Government (Financial Reporting and Prudence) Regulations 2014 (the regulations). Refer to the regulations for more information, including definitions of some of the terms used in this statement.

Benchmark		Ratio	2023/24		Met
			Year 3 Long Term Plan Limit	Annual Plan	
1. a) Rates affordability General	<i>quantified limit on rates</i>	Income <=	35,812,000	40,246,748	No
	<i>quantified limit on rates increases</i>	Increases <=	7.5%	12.9%	No
1. b) Rates affordability Targeted	<i>quantified limit on rates</i>	Income <=	36,915,000	39,109,248	No
	<i>quantified limit on rates increases</i>	Increases <=	4.9%	10.4%	No
2. Debt affordability	<i>quantified limit on borrowing</i>	Net debt/total revenue <290%	290%	3.7%	Yes
	<i>quantified limit on borrowing</i>	Net interest/total revenue <20%	20%	1%	Yes
	<i>quantified limit on borrowing</i>	Net interest/annual rates revenue <30%	30%	3%	Yes
	<i>quantified limit on borrowing</i>	Liquidity >110%	110%	120%	Yes
3. Balanced budget	100%	Revenue >=operational	100%	99%	No
4. Essential services	100%	Planned capital expenditure on network services >= expected depreciation	100%	1206%	Yes
5. Debt servicing	10%	Planned borrowing cost is <= 10% of planned revenue	10%	6%	Yes

Rates affordability benchmark

For this benchmark

- The Council's planned rates income for the year is compared with a quantified limit/quantified limits on rates contained in the financial strategy included in the Council's Long Term Plan; and
- The Council's planned rates increases for the year are compared with a quantified limit/quantified limits on rates increases for the year contained in the financial strategy included in the Council's Long Term Plan.

The Council meets the rates affordability benchmark if:

- Its planned rates income for the year equals, or is less than each quantified limit on rates; and
- Its planned rates increases for the year equal, or are less than each quantified limit on rates increases.

Debt affordability benchmark

For this benchmark, the Council's planned borrowing is compared with (a quantified limit/quantified limits) on borrowing contained in the financial strategy included in the Council's Long Term Plan.

The Council meets the debt affordability benchmark if its planned borrowing is within each quantified limit on borrowing.

Balanced budget benchmark

For this benchmark, the Council's planned revenue (excluding development contributions, vested assets, financial contributions, gains on derivative financial instruments and revaluations of property, plant or equipment) is presented as a proportion of its planned operating expenses (excluding losses on derivative financial instruments and revaluations of property, plant or equipment).

The Council meets the balanced budget benchmark if its revenue equals, or is greater than its operating expenses.

Essential services benchmark

For this benchmark, the Council's planned capital expenditure on network services, is presented as a proportion of expected depreciation on network services.

The Council meets the essential services benchmark if its planned capital expenditure on network services equals, or is greater than expected depreciation on network services.

Debt servicing benchmark

For this benchmark, the Council's planned borrowing costs are presented as a proportion of planned revenue (excluding development contributions, financial contributions, vested assets, gains on derivative financial instruments and revaluations of property, plant or equipment).

Because Statistics New Zealand projects that the Council's population will grow as fast as the national population growth rate, it meets the debt servicing benchmark if its planned borrowing costs equal, or are less than 10% of its planned revenue.

Rates Funding Impact Statement

Rating Base Information

The Rates Funding Impact Statement uses the following projected figures for the Bay of Plenty Region as at 30 June 2023:

Number of rating units:	136,110
Total capital value of rating units:	\$173,148,492,421
Total land value of rating units:	\$97,913,904,576

Introduction

Bay of Plenty Regional Council (Council) has prepared this Funding Impact Statement in accordance with Clause 20, Part 2 of Schedule 10 of the Local Government Act 2002.

Examples of the impact of rating proposals on the rates assessed on different categories of land are included on page 52 of this plan.

All 2023/24 rates tables include the Council's Goods and Services Tax component.

General Rates

The general rate is set differentially in accordance with Sections 13 and 131 of the Local Government (Rating) Act 2002. The categories of rateable land have been defined based on where the land is situated.

The general rate is set based on where the land is situated and calculated using on the projected equalised land value of all rateable land in the districts of the constituent territorial authorities.

The general rate is effectively the same rate per dollar value; the differences in the rate in the dollar for each constituent district are a reflection of using equalised values to correct for the differing revaluation dates.

General Rate Land Value	\$19,741,011
Constituent Authority	Rates Expressed as cents per dollar of rateable land value
Kawerau	0.022164
Ōpōtiki	0.020162
Rotorua (Part)	0.024494
Taupō (Part)	0.020162
Tauranga	0.020262
Western Bay of Plenty	0.020162
Whakatāne	0.020162
Offshore Islands	0.209134

Uniform Annual General Charge

In addition, a Uniform Annual General Charge (UAGC) is set in accordance with Section 15(1)(a) of the Local Government (Rating) Act 2002 for all rateable land within the region. It is calculated as a fixed amount per rating unit.

Uniform Annual General Charge	\$26,781,949
Fixed amount per rating unit	\$196.77

Major Rivers and Drainage Scheme targeted rates

Scheme rating maps for all major rivers and drainage schemes which shows the areas within each rateable category are available from Council. For detail on how to access these maps visit our website www.boprc.govt.nz The targeted rates are set for the Flood Protection and Control Group of Activities.

Kaituna Catchment Control Scheme targeted rates

A targeted rate is set differentially in accordance with Sections 16, 17 and 18 of the Local Government (Rating) Act 2002 for all rateable land situated in the Kaituna Catchment Control Scheme area within the Tauranga, Western Bay of Plenty and Rotorua constituent districts. The categories of rateable land have been defined based on where the land is situated.

The two targeted rates are set as follows;

- Where the land is situated, and calculated using the area of land of each rating category within the rating unit,
- Where the land is situated and calculated as a fixed amount based on the rating category within which the rating unit is situated.

Kaituna Catchment Control Scheme targeted rates			
Category	Rate per hectare \$	Site component \$	Revenue sought \$
A1P	340.29	340.29	675,317
A2P	272.23	306.26	45,451
A3P	204.17	272.23	73,235
A4P	136.12	238.20	54,579
A1	272.23	255.22	167,795
A2	221.19	221.19	33,252
A3	170.14	221.19	46,171
A4	119.10	221.19	54,705
A5	102.09	221.19	94,853
A6	85.07	187.16	33,015
A7	61.25	170.14	30,168

Kaituna Catchment Control Scheme targeted rates			
Category	Rate per hectare \$	Site component \$	Revenue sought \$
A8	40.83	N/A	4,444
A9	13.61	N/A	1,178
A10	6.81	N/A	226
A11	3.40	N/A	321
B1	40.83	102.09	33,987
B2	30.63	85.07	10,899
B3	17.01	68.06	30,868
B4	10.21	51.04	53,994
B5	6.81	51.04	111,224
C1	10.21	51.04	10,012
C2	5.96	51.04	171,352
C3	4.08	51.04	46,765
C4	3.40	N/A	7,320
C6R	2.04	N/A	2,420
C8	1.36	34.03	6,954
C5	4.08	34.03	170,950
C6	2.38	27.22	25,943
C7	1.36	102.09	3,703
C9	1.02	27.22	3,959
R01	68.06	136.12	34,818
R02	N/A	102.09	99,741
R03	51.04	42.54	1,036,973
TP1	34.03	51.04	154,049
Total			3,330,641

N/A = Not Applicable

Rangitāiki-Tarawera Rivers Scheme targeted rates

A targeted rate is set differentially in accordance with Sections 16, 17 and 18 of the Local Government (Rating) Act 2002 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 based on where the land is situated, and calculated using the area of land of each rating category within the rating unit as follows.

Rangitāiki-Tarawera Rivers Scheme targeted rates		
Category	Rate per hectare \$	Revenue sought \$
A1	210.31	1,685,603
A2	148.97	235,717
A3	113.92	208,172
A4	87.63	100,792
A5	74.49	524,483
A6	26.29	4,311
B1	131.44	276,142
B2	105.16	51,042
B3	78.87	55,967
B4	61.34	522,170
B5	43.81	70,232
B6	15.77	606
B7	12.27	2,342
C1	11.39	88,409
C2	7.89	407,154
C3	2.63	248,948
C4	1.75	104,527
C5	1.31	26,196
U1	6,703.66	257,692
U2	6,309.32	357,277
U3	1,139.18	28,695
U4	744.85	582,365
U5	525.78	52,465
Total		5,891,307

Whakatāne-Tauranga Rivers Scheme targeted rates

A targeted rate is set differentially in accordance with Sections 16, 17 and 18 of the Local Government (Rating) Act 2002 for all rateable land situated in the Whakatāne-Tauranga Rivers Scheme catchment within the Whakatāne constituent district. The categories of rateable land have been defined based on where the land is situated.

The two targeted rates are set as follows;

- Where the land is situated, and calculated using the area of land of each rating category within the rating unit,
- Where the land is situated and calculated as a fixed amount based on the rating category within which the rating unit is situated.

Whakatāne-Tauranga Rivers Scheme targeted rates			
Category	Rate per hectare \$	Site component \$	Revenue sought \$
A1	204.12	204.12	147,601
A2	172.72	172.72	68,583
A3	141.31	149.16	225,526
A4	117.76	133.46	357,239
A5	86.36	N/A	22,054
A6	62.81	109.91	27,328
A7	47.10	94.21	36,081
A8	31.40	86.36	76,939
A9	15.70	N/A	2,113
B1	70.66	N/A	155,868
B2	39.25	70.66	108,379
B3	31.40	47.10	60,387
B4	23.55	39.25	9,942
B5	3.14	N/A	1,486
C1	9.42	78.51	42,848
C2	6.28	31.40	62,424
C3	4.71	31.40	44,509
C4	3.14	7.85	7,453
C5	1.57	7.85	37,388
U1	706.56	211.97	567,811
U2	518.15	164.87	163,943
U3	274.78	109.91	258,454

N/A = Not Applicable

Whakatāne-Tauranga Rivers Scheme targeted rates			
Category	Rate per hectare \$	Site component \$	Revenue sought \$
U4	172.72	94.21	129,422
U5	15.70	N/A	11
Total			2,613,789

N/A = Not Applicable

Waioeka-Ōtara Rivers Scheme targeted rates

A targeted rate is set differentially in accordance with Sections 16, 17 and 18 of the Local Government (Rating) Act 2002 for all rateable land situated in the Waioeka-Ōtara Rivers Scheme catchment within the Ōpōtiki constituent district. The categories of rateable land have been defined based on where the land is situated.

The two targeted rates are set as follows;

- Where the land is situated, and calculated using the area of land of each rating category within the rating unit,
- Where the land is situated and calculated as a fixed amount based on the rating category within which the rating unit is situated.

Waioeka-Ōtara Rivers Scheme targeted rates			
Category	Rate per hectare \$	Site component \$	Revenue sought \$
A1A	415.67	479.62	25,341
A2	223.82	351.72	29,431
A2A	319.75	399.68	14,704
A3	191.85	287.77	135,610
A3A	255.80	351.72	7,344
A4	159.87	223.82	83,672
A4A	207.84	287.77	5,176
A5	143.89	223.82	64,509
A6	111.91	223.82	1,018
A7	95.92	223.82	11,374
A8	79.94	223.82	94,844
B1	63.95	N/A	16,795
B2	9.59	N/A	153
C1	15.99	191.85	48,747

N/A = Not Applicable

Waioeka-Ōtara Rivers Scheme targeted rates			
Category	Rate per hectare \$	Site component \$	Revenue sought \$
C2	9.59	191.85	12,544
C3	6.39	159.87	13,656
C4	4.80	63.95	22,837
C5	3.20	63.95	3,549
C6	1.28	63.95	11,285
R	3.20	N/A	285
U1AC	1,918.49	1,406.89	57,199
U1AR	959.24	703.44	81,850
U1C	1,534.79	1,151.09	164,886
U1R	767.39	575.55	491,078
U2AC	1,406.89	1,023.19	17,273
U2AR	703.44	511.60	60,715
U2C	1,023.19	895.29	14,215
U2R	511.60	447.65	139,719
U3R	127.90	255.80	109,405
Total			1,739,214

N/A = Not Applicable

Rangitāiki Drainage targeted rates

A targeted rate is set differentially in accordance with Sections 16, 17 and 18 of the Local Government (Rating) Act 2002 for all rateable land in the defined Rangitāiki Drainage Rating Area situated on the Rangitāiki Plains within the Whakatāne constituent district.

The targeted rate is set based on where the land is situated, and calculated using the area of land of each rating category within the rating unit as follows:

Rangitāiki Drainage targeted rates		
Category	Rate per hectare \$	Revenue sought \$
A	84.26	652,266
B	75.83	91,981
C	70.77	102,287
D	61.51	379,070
E	50.55	138,173
F	37.92	94,049
G	28.65	107,423
H	21.06	4,433
I	10.11	7,195
U1	168.51	19,819
U2	84.26	4,988
Total		1,601,684

Passenger Transport targeted rate

A targeted rate is set differentially in accordance with Sections 16, 17 and 18 of the Local Government (Rating) Act 2002 as an amount per rating unit on all rateable properties within the defined boundaries of Tauranga City, urban Rotorua, Western Bay district and the Whakatāne district.

The different rate in each location reflects the Passenger Transport services provided in each location. The targeted rates are set for the Transportation Group of Activities – Passenger Transport.

The passenger transport targeted rate is set as based on where the rateable unit is situated as follows:

Passenger Transport targeted rates		
Category	Rate per rating unit \$	Revenue sought \$
Tauranga City	250.83	15,341,076
Rotorua Urban	121.43	2,726,794
Western Bay District	34.18	806,128
Whakatāne District	33.66	531,264
Total		19,405,262

Rotorua Lakes targeted rates

A targeted rate is set differentially in accordance with Sections 16, 17 and 18 of the Local Government (Rating Act) 2002 for all rateable properties over the whole area of land of Rotorua District within the Bay of Plenty Regional Council region, with categories of land further defined by the area of land within the rating unit.

The Rotorua Lakes programme targeted rate is set based on the area of land within the rating unit as follows. The targeted rate is set for the Integrated Catchment Management Group of Activities – Rotorua Lakes Activity.

Rotorua Lakes targeted rates		
Category - all properties	Rate per rating unit \$	Revenue sought \$
0 - 1.9999ha	140.79	3,640,860
2 - 9.9999ha	324.99	213,843
10ha and over	1,044.29	753,981
Total		4,608,684

Rotorua Air Action Plan Implementation targeted rate

A targeted rate is set uniformly in accordance with Sections 16, 17 and 18 of the Local Government (Rating) Act 2002 for all rateable land within the defined boundaries of urban Rotorua with liability calculated as a fixed amount per rating unit.

The targeted rate is set for the Resource Regulation Group of Activities – Rotorua Air Quality Activity.

Rotorua Air Action Plan Implementation targeted rates		
Category	Rate per rating unit \$	Revenue sought \$
Rotorua Urban	3.33	74,805

Rotorua Air – Clean Heat Conversion targeted rates

A targeted rate is set differentially in accordance with Sections 16, 17 and 18 of the Local Government (Rating) Act 2002 for rateable properties within the Rotorua Airshed Area and who have received loans from the Council for installing cleaner heat alternatives.

The liability is calculated on the type of conversion installed, the loan amount, and interest rate, provided under the Clean Heat Conversion scheme. The Rotorua Air Clean Heat Conversion targeted rate is set as follows:

Rotorua Air Clean Heat Conversion targeted rates		
Category	Rate per rating unit \$	Revenue sought \$
CH001	680.00	37,400
CH002	660.00	17,820
CH003	640.00	17,280
CH004	620.00	13,020
CH005	600.00	11,400
CH006	580.00	6,960
CH007	560.00	6,720
CH008	540.00	11,880
CH009	520.00	2,600

Rotorua Air Clean Heat Conversion targeted rates		
Category	Rate per rating unit \$	Revenue sought \$
CH010	500.00	3,000
CH011	480.00	2,400
CH1	460.00	58,420
CH2	455.00	8,645
CH3	450.00	6,750
CH4	445.00	4,895
CH5	440.00	11,880
CH6	435.00	4,350
CH7	430.00	6,880
CH8	425.00	2,125
CH9	420.00	6,720
CH10	415.00	4,150
CH11	410.00	3,280
CH12	405.00	3,645
CH13	400.00	3,200
CH14	395.00	3,160
CH15	390.00	1,950
CH16	385.00	3,080
CH17	380.00	3,040
CH18	375.00	3,000
CH19	370.00	2,590
CH20	365.00	2,920
CH21	360.00	2,880
CH22	355.00	2,130
CH23	350.00	2,450
CH24	345.00	4,140
CH25	340.00	1,700
CH26	335.00	2,345
CH27	330.00	3,630
CH28	325.00	6,175
CH29	320.00	3,520
CH30	315.00	1,575
CH31	310.00	2,480
CH32	305.00	1,220

Rotorua Air Clean Heat Conversion targeted rates		
Category	Rate per rating unit \$	Revenue sought \$
CH33	300.00	2,100
CH34	295.00	2,950
CH35	290.00	4,930
CH36	285.00	2,280
CH37	280.00	3,080
CH38	275.00	3,025
CH39	270.00	5,400
CH40	265.00	265
CH41	260.00	1,300
CH42	255.00	2,550
CH43	250.00	1,250
CH44	245.00	2,450
CH45	240.00	1,200
CH46	235.00	1,880
CH47	230.00	2,070
CH48	225.00	9,450
Total		355,585

Civil Defence Emergency Management targeted rate

A targeted rate is set differentially in accordance with Sections 16, 17 and 18 of the Local Government (Rating) Act 2002 as an amount per rating unit on all rateable properties within the defined boundaries of Kawerau, Ōpōtiki, Rotorua, Tauranga, Western Bay of Plenty and Whakatāne constituent districts and calculated on where the rateable unit is situated.

The targeted rate is set (based on where the rating unit is situated) for the Emergency Management Group of Activities. The Civil Defence Emergency Management targeted rate is set as follows;

Civil Defence Emergency Management targeted rate		
Category	Rate per rating unit \$	Revenue sought \$
Kawerau	37.05	108,588
Ōpōtiki	34.04	180,041
Rotorua	35.56	968,802
Tauranga	32.70	2,000,102
Western Bay of Plenty	31.96	753,791
Whakatāne	36.08	569,875
Total		4,581,199

Regional Safety and Rescue Services targeted rate

A targeted rate is set differentially in accordance with Sections 16, 17 and 18 of the Local Government (Rating) Act 2002 as an amount per rating unit on all rateable properties within the defined boundaries of Kawerau, Ōpōtiki, Rotorua, Tauranga, Western Bay of Plenty and Whakatāne constituent districts and calculated on where the rateable unit is situated.

The targeted rate is set (based on where a rating unit is situated) for the Democracy, Engagement and Planning Group of Activities – Community Engagement Activity.

Regional Safety and Rescue Services targeted rate		
Category	Rate per rating unit \$	Revenue sought \$
Kawerau	1.75	5,125
Ōpōtiki	2.62	13,871
Rotorua	3.50	95,271
Tauranga	4.37	267,335
Western Bay of Plenty	3.50	82,466
Whakatāne	3.50	55,250
Total		519,318

Minor Rivers and Drainage Schemes targeted rates

Council sets and collects rates from three minor rivers and drainage schemes situated in the Ōpōtiki area, and from 34 minor communally pumped drainage schemes situated on the Rangitāiki Plains. Scheme rating maps for all minor schemes are available from Council. To see these maps visit our website www.boprc.govt.nz

Minor Rivers and Drainage Schemes targeted differential rates

Targeted rates are set differentially in accordance with Sections 16, 17 and 18 of the Local Government (Rating) Act 2002 for all rateable land situated in the defined communal pumped drainage and defined minor rivers and drainage schemes.

Council sets one targeted rate on where the land is situated and calculated using the area of land within the rating unit.

Ōpōtiki

The following tables detail rate requirements for the three Ōpōtiki-based minor rivers and drainage schemes.

Waiōtahe River District targeted rates		
Category	Rate per hectare \$	Revenue sought \$
A	138.36	15,028
B	110.69	18,000
C	83.02	15,872
D	46.12	2,509
E	27.67	2,100
F	13.84	2,611
Total		56,120

Huntress Creek Drainage District targeted rates		
Category	Rate per hectare \$	Revenue sought \$
A	97.15	20,475
B	74.48	5,909
C	48.57	3,421

Huntress Creek Drainage District targeted rates		
Category	Rate per hectare \$	Revenue sought \$
D	32.38	1,726
E	22.67	734
F	9.71	3,270
Total		35,535

Waiōtahe Drainage District targeted rates		
Category	Rate per hectare \$	Revenue sought \$
A	46.58	3,977
B	38.82	8,068
C	31.05	1,960
D	23.29	1,046
E	15.53	66
F	7.76	1,788
Total		16,905

Rangitāiki Plains

The following tables detail rate requirements for minor communally pumped drainage schemes on the Rangitāiki Plains.

Omeheu West Communal Pumped Drainage Scheme targeted rate		
Category	Rate per hectare \$	Revenue sought \$
A	322.65	11,278
B	286.80	4,874
C	71.70	3,053
Total		19,205

Withy Communal Pumped Drainage Scheme targeted rate		
Category	Rate per hectare \$	Revenue sought \$
A	84.04	5,543
B	50.43	2,347
C	16.81	735
Total		8,625

Lawrence Communal Pumped Drainage Scheme rates		
Category	Rate per hectare \$	Revenue sought \$
A	447.80	12,627
B	358.24	1,648
C	223.90	1,586
D	111.95	1,619
Total		17,480

Awaiti West Pumped Drainage Scheme targeted rate		
Category	Rate per hectare \$	Revenue sought \$
A	719.87	9,070
B	331.14	48,741
C	143.97	28,412
D	71.99	3,477
Total		89,700

Omeheu Adjunct Communal Pumped Drainage Scheme targeted rates		
Category	Rate per hectare \$	Revenue sought \$
A	30.43	313
B	22.82	1,854
C	16.74	948
D	9.13	797
E	4.56	249
F	1.52	36
URBAN	80.64	2,818
Total		7,015

Murray's Communal Pumped Drainage Scheme rates		
Category	Rate per hectare \$	Revenue sought \$
A	48.70	6,057
B	35.07	416
C	31.17	1,273
D	13.64	534
Total		8,280

Minor Drainage Schemes uniform targeted rates

Targeted rates are set uniformly in accordance with Sections 16, 17 and 18 of the Local Government (Rating) Act 2002 for all rateable land situated in the defined drainage and defined minor rivers and drainage schemes.

Council sets a uniform targeted rate in each category which is based on where the land is situated and calculated based on the area of the land.

Minor Drainage Schemes targeted uniform rates		
Category	Rate per hectare \$	Revenue sought \$
Awakeri	74.13	21,160
Baird-Miller	76.88	10,580
Foubister	163.28	17,135
Gordon	227.97	22,425
Greigs Road	64.30	45,886
Halls	285.91	69,230
Hyland-Ballie	261.81	61,755
Riverslea Road	123.44	3,795
Kuhanui	142.78	11,845
Luxton	54.14	11,845
Martin	30.11	4,025
Massey	27.23	11,615
Mexted-Withy	38.45	10,695
Noord-Vierboon	91.50	10,695
Pedersen - Topp	107.75	12,075
Platts	5.62	2,070
Robins Road	251.02	46,920
Thompson-Ernest	86.04	46,690
Travurzas	92.92	18,400
Wyls	44.69	8,395
Awaiti East	518.09	73,830
Total		521,066

Lump Sum Contributions

Council will not be inviting lump sum contributions for any targeted rates.

Examples of 2023/24 General and Targeted rates

The examples show the impact of general and targeted rates for a range of property values and sizes for different rating categories.

Kawerau				
	Land Value \$	Land Area m ²	General Rates	Targeted Rates
Lower	129,000	500	225.35	76.04
Middle	165,000	1,000	233.34	113.28
Upper	185,000	2,000	237.77	187.77

Ōpōtiki				
	Land Value \$	Land Area m ²	General Rates	Targeted Rates
Lower	215,000	500	240.12	627.56
Middle	305,000	1,000	258.26	665.93
Upper	530,000	2,000	303.62	742.67

Rotorua (Part)				
	Land Value \$	Land Area m ²	General Rates	Targeted Rates
Lower	190,000	500	243.31	348.16
Middle	240,000	1,000	255.55	350.71
Upper	355,000	2,000	283.72	355.81

Tauranga				
	Land Value \$	Land Area m ²	General Rates	Targeted Rates
Lower	435,000	500	284.91	287.90
Middle	555,000	1,000	309.22	287.90
Upper	785,000	2,000	355.82	287.90

Western Bay of Plenty				
	Land Value \$	Land Area m ²	General Rates	Targeted Rates
Lower	460,000	500	289.51	121.36
Middle	680,000	1,000	333.87	123.06
Upper	1,030,000	2,000	404.43	126.47

Whakatāne				
	Land Value \$	Land Area m ²	General Rates	Targeted Rates
Lower	240,000	500	245.16	358.09
Middle	375,000	1,000	272.38	547.56
Upper	580,000	2,000	313.71	926.50

Schedule to Funding Impact Statement – rates requirement

	2022/23	2023/24		
\$000	Annual Plan	Year 3 Long Term Plan	Annual Plan	Change
General rates				
General rates based on land value	15,174	14,773	17,166	(2,393)
Uniform annual general charge	20,681	21,247	23,289	(2,042)
Rates remissions	(208)	(208)	(208)	0
Total general rates	35,647	35,812	40,247	(4,435)
Targeted rates				
Rotorua Lakes Activity targeted rate	3,726	3,815	4,008	(193)
Kaituna Catchment Control Scheme targeted rate	2,387	2,791	2,896	(105)
Rangitāiki-Tarawera Rivers Scheme targeted rate	4,746	4,613	5,123	(510)
Whakatāne-Tauranga Rivers Scheme targeted rate	2,106	2,153	2,273	(120)
Waioeka-Ōtara Rivers Scheme targeted rate	1,401	1,512	1,512	(0)
Rangitāiki Drainage Schemes targeted rate	1,290	1,270	1,393	(123)
Minor Rivers and Drainage Schemes targeted rate	745	767	678	89
Rotorua Air Quality targeted rate	75	75	65	10
Rotorua Air - Clean Heat Conversion targeted rate	408	361	309	52
Tauranga Passenger Transport targeted rate	11,852	11,939	13,340	(1,401)
Rotorua Passenger Transport targeted rate	2,182	2,926	2,371	555
Western Bay Passenger targeted rate	649	624	701	(77)
Eastern Bay PT - Whakatāne targeted rate	357	275	462	(187)
Environmental Strategy	18	0	63	(63)
Community Engagement - Regional Safety and Rescue Services (RSRS) targeted rate	400	400	452	(52)
Civil Defence Emergency Management targeted rate	3,690	3,660	3,984	(324)
Rates remissions	(211)	(266)	(211)	(55)
Total targeted rates	35,821	36,915	39,418	(2,503)
Total rates	71,468	72,727	79,665	(6,938)
Reconciliation to the Financial Statements				
Rotorua Air - Clean Heat Conversion targeted rate*	(408)	0	(309)	309
Total rates per the Prospective Statement of Revenue and Expense	71,060	72,727	79,356	(6,629)

*Accounting treatment of the Clean Heat Conversion Targeted rate has changed from LTP year 3 to Annual plan 2023/24.

Council Funding Impact Statement

	2022/23	2023/24		
\$000	Annual Plan	Year 3 Long Term Plan	Annual Plan	Change
Sources of operating funding				
General rates, uniform annual general charges, rates penalties	35,647	35,812	40,247	(4,435)
Targeted rates	35,413	36,915	39,109	(2,194)
Subsidies and grants for operating purposes	20,828	23,729	26,542	(2,813)
Fees and charges	12,096	12,965	12,196	769
Interest and dividends from investments	52,807	46,917	56,598	(9,681)
Local authorities fuel tax, fines, infringement fees, and other receipts	3,437	3,123	3,584	(461)
Total operating funding (A)	160,228	159,461	178,276	(18,815)
Applications of operating funding				
Payments to staff and suppliers	157,948	148,302	164,670	(16,368)
Finance costs	8,390	5,864	10,453	(4,589)
Other operating funding applications	0	0	0	0
Total applications of operating funding (B)	166,338	154,166	175,123	(20,957)
Surplus (deficit) of operating funding (A - B)	(6,110)	5,295	3,153	2,142
Sources of capital funding				
Subsidies and grants for capital expenditure	3,615	1,736	5,832	(4,096)
Development and financial contributions	0	0	0	0
Increase (decrease) in debt	(8,370)	0	23,900	(23,900)
Gross proceeds from sale of assets	0	0	0	0
Lump sum contributions	0	0	0	0
Other dedicated capital funding	0	0	0	0
Total sources of capital funding (C)	(4,755)	1,736	29,732	(27,996)

	2022/23	2023/24		
\$000	Annual Plan	Year 3 Long Term Plan	Annual Plan	Change
Applications of capital funding				
Capital expenditure				
- to meet additional demand	0	0	0	0
- to improve the level of service	18,172	12,962	21,758	(8,796)
- to replace existing assets	16,199	3,881	8,249	(4,368)
Increase (decrease) in reserves	(2,495)	(10,172)	2,165	(12,338)
Increase (decrease) of investments	(42,740)	361	713	(352)
Total applications of capital funding (D)	(10,865)	7,031	32,885	(25,854)
Surplus (deficit) of capital funding (C - D)	6,110	(5,295)	(3,153)	(2,142)
Funding balance ((A - B) + (C - D))	(0)	(0)	0	0
Note: This financial statement excludes:				
Depreciation and amortisation	8,723	9,402	10,293	



Ngā mangai

Your representatives



Doug Leeder, Chair
Eastern Bay of Plenty
P 07 315 4839
M 027 292 8048
E doug.leeder@boprc.govt.nz



Jane Nees, Deputy Chair
Western Bay of Plenty
P 07 579 5150
M 027 485 9919
E jane.nees@boprc.govt.nz



Matemoana McDonald
Mauao
M 027 495 4820
E matemoana.mcdonald@boprc.govt.nz



Malcolm Campbell
Eastern Bay of Plenty
P 07 322 8401
M 027 457 6122
E malcolm.campbell@boprc.govt.nz



Ken Shirley
Western Bay of Plenty
M 021 570 877
E ken.shirley@boprc.govt.nz



Te Taru White
Ōkurei
P 07 362 4073
M 027 921 4266
E tetaru.white@boprc.govt.nz



Stuart Crosby
Tauranga
M 027 431 9920
E stuart.crosby@boprc.govt.nz



Ron Scott
Tauranga
M 027 442 7738
E ron.scott@boprc.govt.nz



Toi Kai Rākau Iti
Kōhi
M 027 255 0073
E toi.iti@boprc.govt.nz



Kat Macmillan
Tauranga
M 021 0239 2608
E kat.macmillan@boprc.govt.nz



Paula Thompson
Tauranga
M 027 222 2419
E paula.thompson@boprc.govt.nz



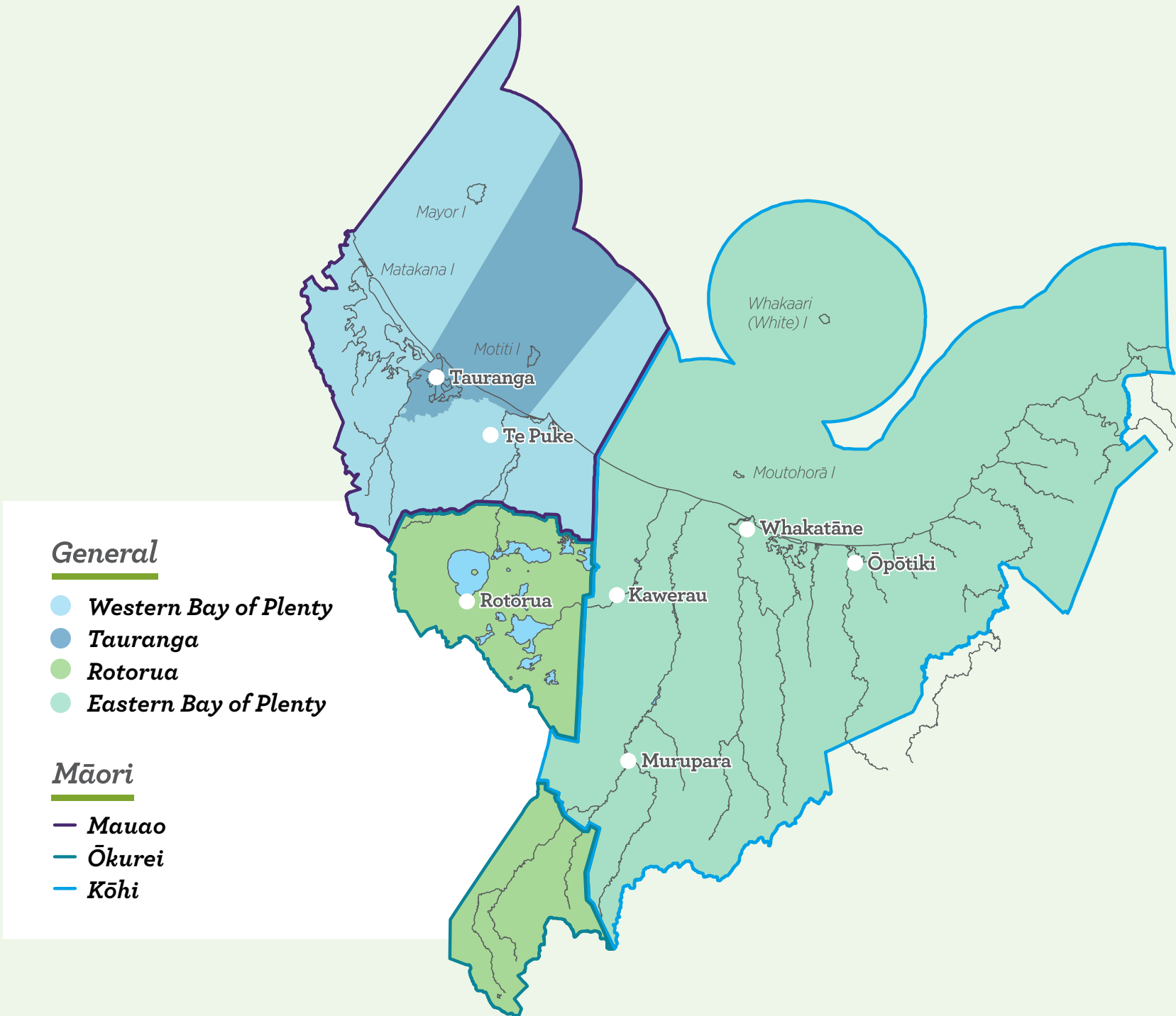
Andrew von Dadelszen
Tauranga
P 07 578 7453
M 021 762 440
E andrew.vondadelszen@boprc.govt.nz



Kevin Winters
Rotorua
M 027 558 9947
E kevin.winters@boprc.govt.nz



Lyall Thurston
Rotorua
P 07 348 6768
M 027 496 6499
E lyall.thurston@boprc.govt.nz





www.boprc.govt.nz