

Palmerston North City Council

Resolution to Set Rates for the 2021/22 year

At its meeting on 7 July 2021 the Council passed the following resolution:

62-21

Setting Rates for 2021/22

Memorandum, presented by Steve Paterson, Strategy Manager - Finance.

Moved Grant Smith, seconded Aleisha Rutherford.

RESOLVED

1. That the resolution to set the rates for the 2021/22 year (attached as Appendix One) be adopted.
2. That it be noted that the setting of rates is a significant decision within the parameters of the Local Government Act 2002 and that it is satisfied there has been compliance with the decision-making and consultation requirements of the Act.

Clause 62-21 above was carried 14 votes to 1, the voting being as follows:

For:

The Mayor (Grant Smith) and Councillors Brent Barrett, Susan Baty, Zulfiqar Butt, Vaughan Dennison, Renee Dingwall, Lew Findlay QSM, Patrick Handcock ONZM, Leonie Hapeta, Lorna Johnson, Billy Meehan, Orphée Michalad, Bruno Petrenas and Aleisha Rutherford.

Against:

Councillor Karen Naylor.

The resolution referred to above as being appended to the minutes is as follows:

The Palmerston North City Council resolves to set rates for the financial year commencing on 1 July 2021 and ending on 30 June 2022 in accordance with the Rating Policies and Funding Impact Statement contained in its 10 Year Plan 2021-31 as follows:

1 Details of rates to be set

Notes

- All rates and charges shown are inclusive of Goods and Services Tax.
- References to the 'Act' relate to the Local Government (Rating) Act 2002.

1.1 Uniform Annual General Charge

A Uniform Annual General Charge of \$500 on each rating unit pursuant to section 15 of the Act.

1.2 Water Supply Rates

A targeted rate for water supply, set under section 16 of the Act, of:

- \$307 per separately used or inhabited part of a residential rating unit which is connected to a Council operated waterworks system. This charge is not made where water supply is invoiced on the basis of water consumed.
- \$307 per rating unit for all other rating units which are connected to a Council operated waterworks system. This charge is not made where water supply is invoiced on the basis of water consumed.
- \$153.50 per rating unit which is not connected to a Council operated waterworks system but which is serviceable (i.e. within 100 metres of such waterworks system) and the Council would allow a connection.

Instead of the above targeted rates for metered water supply, targeted rates set under sections 16 and 19 of the Act, of \$1.3915 per cubic metre of water supplied to any rating unit that is invoiced on the basis of water supplied plus a fixed amount of \$190 per metered connection for connections of 25mm or less and \$415 for connections greater than 25mm.

1.3 Wastewater Disposal Rates

A targeted rate for wastewater disposal, set under section 16 of the Act, of:

- \$296 per separately used or inhabited part of a residential rating unit which is connected to a public wastewater drain.
- \$296 per rating unit for all other rating units which are connected to a public wastewater drain.
- \$296 per pan (i.e. water closet or urinal) for all pans in excess of three for non-residential rating units connected to a public wastewater drain.
- \$148 per separately used or inhabited part of a residential rating unit which is not connected to a public wastewater drain but which is serviceable (i.e. within 30 metres of such a drain) and the Council would allow the connection.

- \$148 per rating unit for all other rating units which are not connected to a public wastewater drain but which is serviceable (i.e. within 30 metres of such a drain) and the Council would allow the connection.

1.4 Rubbish and Recycling Rates

1.4.1 Kerbside Recycling

A targeted rate for kerbside recycling set under section 16 of the Act of:

- \$130 per separately used or inhabited part of a rating unit for residential properties receiving the Council's kerbside collection service.
- \$130 per rating unit for non-residential and rural/semi-serviced properties receiving the Council's kerbside collection service.

Where ratepayers elect, and the Council agrees, additional levels of service may be provided. These additional services could be by way of provision of more recycling bins or more frequent service. Each additional level of service will be charged a rate of \$130. This may include charges to non-rateable rating units where the service is provided.

1.4.2 Rubbish and Public Recycling

A targeted rate for rubbish and public recycling set under section 16 of the Act of \$66 per separately used or inhabited part of each residential rating unit and \$66 per rating unit for all other rating units. Rating units which are vacant land will not be liable for these rates.

1.5 Warm Palmerston North

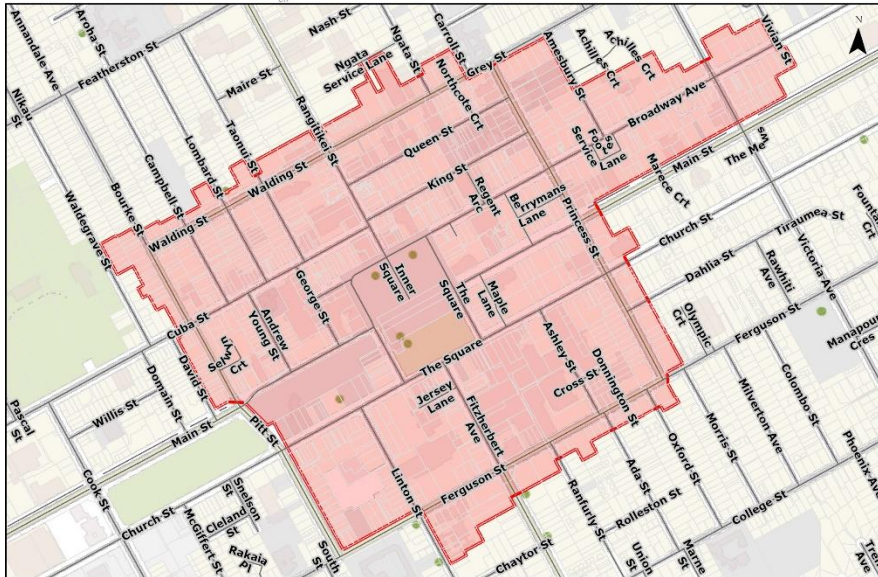
A targeted rate set under section 16 of the Act on all properties that have benefited from the installation of insulation through the Warm-Up Palmy Home Insulation Scheme. The rate is calculated as a percentage of the service amount (the cost of the installation) until the service amount and the costs of servicing the serviced amount are recovered. For 2021/22 the rate will be 16%.

1.6 Palmy BID

Targeted rates set under section 16 of the Act on all properties within the central city Palmy BID area as shown on the following map that are categorised as non-residential for the Council's general rate calculated as follows:

- A fixed amount of \$340 per rating unit; and
- A variable amount of 0.0153 cents in the dollar of capital value of the rating unit.

PALMY BID RATE AREA



1.7 General Rate

A general rate pursuant to section 13 of the Act set on all rateable land on the basis of land value and assessed differentially (based on land use) against each property group code at the rate of cents in the dollar set down in the following schedule:

Differential Group		Differential Factor (expressed as % of Group Code MS)	Rate (cents in \$ of LV)
Code	Brief Description		
R1	Single unit residential	Balance (approx. 79)	0.6350
R2	Two unit residential	115	0.9285
R3	Three unit residential	125	1.0093
R4	Four unit residential	135	1.0900
R5	Five unit residential	145	1.1707
R6	Six unit residential	155	1.2525
R7	Seven unit residential	165	1.3322
R8	Eight or more unit residential	175	1.4130
MS	Miscellaneous	100	0.8074
CI	Non-residential (Commercial/Industrial)	265	2.1396
FL	Rural & Semi-serviced (5 hectares or more)	20	0.1615
FS	Rural & Semi-serviced (0.2 hectares or less)	60	0.4844
FM	Rural & Semi-serviced (between 0.2 & 5 hectares)	45	0.3633

2. Due Dates for Payment of Rates

Rates (other than metered water targeted rates) will be payable at the offices or agencies of the Council in four quarterly instalments on 1 August 2021, 1 November 2021, 1 February 2022 and 1 May 2022.

The due dates (i.e. final day for payment without incurring penalty) shall be:

Instalment One	31 August 2021
Instalment Two	26 November 2021
Instalment Three	25 February 2022
Instalment Four	27 May 2022

3. Due Dates for Payment of Metered Water Targeted Rates

Properties which have water provided through a metered supply will be invoiced either monthly or two monthly at the discretion of the Council.

The due date for metered water targeted rates shall be the 20th of the month following invoice date as follows:

Monthly invoicing					
Instalment	Date meter read & invoice issued	Due date	Instalment	Date meter read & invoice issued	Due date
1	June 2021	20 July 2021	7	December 2021	20 January 2022
2	July 2021	20 August 2021	8	January 2022	20 February 2022
3	August 2021	20 September 2021	9	February 2022	20 March 2022
4	September 2021	20 October 2021	10	March 2022	20 April 2022
5	October 2021	20 November 2021	11	April 2022	20 May 2022
6	November 2021	20 December 2021	12	May 2022	20 June 2022

Two monthly invoicing					
Linton, East & North Rounds			Ashhurst, South West, PNCC & Central Rounds		
Instalment	Date meter read & invoice issued	Due date	Instalment	Date meter read & invoice issued	Due date
1	June 2021	20 July 2021	1	July 2021	20 August 2021
2	August 2021	20 September 2021	2	September 2021	20 October 2021
3	October 2021	20 November 2021	3	November 2021	20 December 2021
4	December 2021	20 January 2022	4	January 2022	20 February 2022
5	February 2022	20 March 2022	5	March 2022	20 April 2022
6	April 2022	20 May 2022	6	May 2022	20 June 2022

4. Penalties on Unpaid Rates (excluding metered water)

A penalty charge of 10% will be added on the following dates to any portion of an instalment remaining unpaid after the due dates:

Instalment One	1 September 2021
Instalment Two	1 December 2021
Instalment Three	1 March 2022
Instalment Four	1 June 2022

Any penalty charge imposed on the outstanding first instalment will be automatically remitted provided payment of the full year's rates is made by 26 November 2021.

A penalty charge of 10% will be added to any outstanding rates (including penalties) assessed in previous years and remaining outstanding at 1 July 2021 (penalty applied on 14 July 2021) and again on 5 January 2022 (penalty applied on 6 January 2022).

Penalties will not be applied to the metered water targeted rate.

7 July 2021