

**Resolution to Set Rates for the 2023/24 year**

At its meeting on 14 June 2023 the Council passed the following resolution:

93-23

**Setting Rates for 2023/24**

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

Moved Grant Smith, seconded Debi Marshall-Lobb

**RESOLVED**

1. That the Council adopt the resolution to set the rates for the 2023/24 year (Appendix One).
2. That Council note 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 93-23 above was carried 13 votes to 1, the voting being as follows:

**For:**

The Mayor (Grant Smith) and Councillors Debi Marshall-Lobb, Mark Arnott, Rachel Bowen, Vaughan Dennison, Lew Findlay, Patrick Handcock, Leonie Hapeta, Lorna Johnson, Billy Meehan, Orphée Michalad, Karen Naylor and William Wood.

**Against:**

Councillor Brent Barrett

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

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The Palmerston North City Council resolves to set rates for the financial year commencing on 1 July 2023 and ending on 30 June 2024 in accordance with the Rating Policies and Funding Impact Statement contained in its Annual Budget (Plan) 2023/24 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 \$200 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:

- \$407 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.
- \$407 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.
- \$203.50 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 \$1.65313 per cubic metre of water supplied to any rating unit that is invoiced on the basis of water supplied plus a fixed amount of \$220 per metered connection for connections of 25mm or less and \$470 for connections greater than 25mm.

### **1.3 Wastewater Disposal Rates**

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

- \$306 per separately used or inhabited part of a residential rating unit which is connected to a public wastewater drain.
- \$306 per rating unit for all other rating units which are connected to a public wastewater drain.
- \$306 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.
- \$153 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.
- \$153 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:

- \$148 per separately used or inhabited part of a rating unit for residential properties receiving the Council's kerbside collection service.
- \$148 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 \$148. This may include charges to non-rateable rating units where the service is provided.

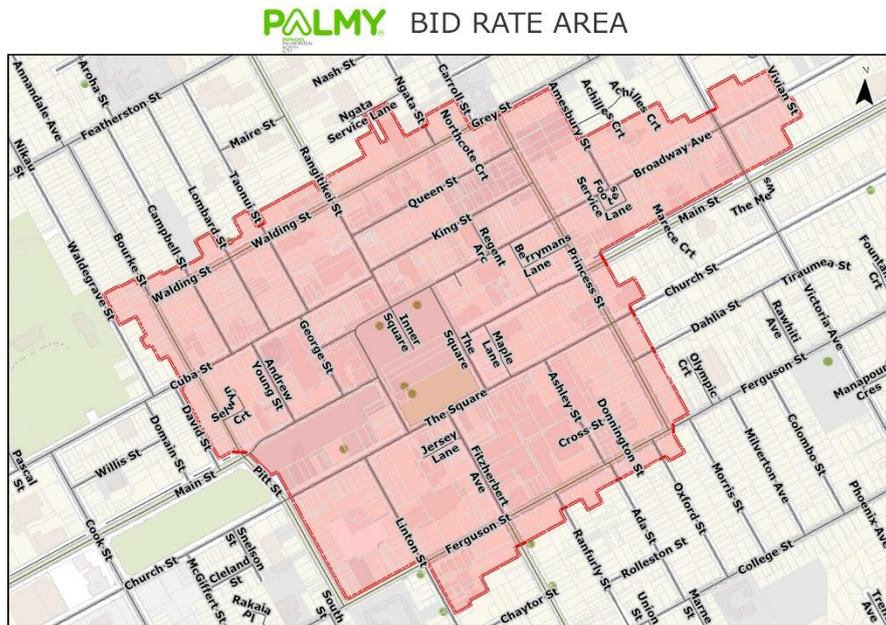
#### **1.4.2 Rubbish and Public Recycling**

A targeted rate for rubbish and public recycling set under section 16 of the Act of \$103 per separately used or inhabited part of each residential rating unit and \$103 per rating unit for all other rating units. Rating units which are vacant land will not be liable for these rates.

## 1.5 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 \$344 per rating unit; and
- A variable amount of 0.0137 cents in the dollar of capital value of the rating unit.



## 1.6 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)	0.4363
R2	Two unit residential	110	0.6067
R3	Three unit residential	120	0.6618
R4	Four unit residential	130	0.7170
R5	Five unit residential	140	0.7721
R6	Six unit residential	150	0.8273
R7	Seven unit residential	160	0.8824
R8	Eight or more unit residential	170	0.9376
MS	Miscellaneous	100	0.5515
CI	Non-residential (Commercial/Industrial)	300	1.6545
FL	Rural & Semi-serviced (5 hectares or more)	25	0.1379
FS	Rural & Semi-serviced (0.2 hectares or less)	75	0.4136
FM	Rural & Semi-serviced (between 0.2 & 5 hectares)	50	0.2758

## 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 2023, 1 November 2023, 1 February 2024 and 1 May 2024.

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

Instalment One	25 August 2023
Instalment Two	24 November 2023
Instalment Three	23 February 2024
Instalment Four	31 May 2024

## 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 20<sup>th</sup> 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 2023	20 July 2023	7	December 2023	20 January 2024
2	July 2023	20 August 2023	8	January 2024	20 February 2024
3	August 2023	20 September 2023	9	February 2024	20 March 2024
4	September 2023	20 October 2023	10	March 2024	20 April 2024
5	October 2023	20 November 2023	11	April 2024	20 May 2024
6	November 2023	20 December 2023	12	May 2024	20 June 2024

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 2023	20 July 2023	1	July 2023	20 August 2023
2	August 2023	20 September 2023	2	September 2023	20 October 2023
3	October 2023	20 November 2023	3	November 2023	20 December 2023
4	December 2023	20 January 2024	4	January 2024	20 February 2024
5	February 2024	20 March 2024	5	March 2024	20 April 2024
6	April 2024	20 May 2024	6	May 2024	20 June 2024

#### **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	30 August 2023
Instalment Two	29 November 2023
Instalment Three	28 February 2024
Instalment Four	5 June 2024

Any penalty charge imposed on the outstanding first instalment will be automatically remitted provided payment of the full year's rates is made by 24 November 2023.

A penalty charge of 10% will be added to any outstanding rates (including penalties) assessed in previous years and remaining outstanding at 5 July 2023 (penalty applied on 6 July 2023) and again on 4 January 2024 (penalty applied on 5 January 2024).

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

14 June 2023