



**Hawke's Bay Regional Council's  
Annual Plan 2016 –17  
Supporting Financial Information**

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## Financial Information

Prospective Statement of Comprehensive Revenue and Expense					
		Annual Report 2014-15 (\$'000)	Year 1 LTP 2015-16 (\$'000)	Year 2 LTP 2016-17 (\$'000)	Ann Pln 2a Ann Pln 2016-17 (\$'000)
	Note				
<b>REVENUE</b>					
Revenue from activities	1	5,916	6,168	6,381	6,759
Revenue from rates	2	15,907	16,584	17,527	17,406
Revenue from grants		3,277	2,983	3,076	3,055
Other revenue	3	15,965	13,492	16,122	15,728
Fair value gains on investments	7(a)	1,242	1,589	1,444	1,670
Reduction in ACC Leasehold Liability			1,263	1,256	1,152
<b>Total Operating Revenue</b>		<b>42,307</b>	<b>42,079</b>	<b>45,806</b>	<b>45,770</b>
<b>EXPENDITURE</b>					
Expenditure on activities	1	34,533	36,250	36,443	36,835
Finance costs	1	3,080	2,796	2,874	3,182
Depreciation & amortisation expense	5	2,379	2,349	2,486	2,490
Fair value losses		1,689	-	-	-
Other expenditure		425	-	-	-
<b>Total Operating Expenditure</b>		<b>42,106</b>	<b>41,395</b>	<b>41,803</b>	<b>42,507</b>
<b>OPERATING SURPLUS</b>					
<b>Operating Surplus Before Income Tax</b>		<b>201</b>	<b>684</b>	<b>4,003</b>	<b>3,263</b>
Income tax expense		0	-	-	-
<b>Operating Surplus After Income Tax</b>		<b>201</b>	<b>684</b>	<b>4,003</b>	<b>3,263</b>
<b>OTHER COMPREHENSIVE REVENUE AND EXPENSE</b>					
Gain / (loss) in revalued assets		57,920	597	22,353	22,339
Gain / (loss) in available-for-sale financial assets		0	-	-	-
<b>Total Other Comprehensive Revenue and Expense</b>		<b>57,920</b>	<b>597</b>	<b>22,353</b>	<b>22,339</b>
<b>TOTAL COMPREHENSIVE REVENUE AND EXPENSE</b>		<b>58,121</b>	<b>1,281</b>	<b>26,356</b>	<b>25,602</b>
<b>STATEMENT FOR GENERAL FUNDING POSITION</b>					
<b>CAPITAL EXPENDITURE</b>					
Property, plant, equipment & intangible assets	5	2,470	2,577	1,884	2,614
Infrastructure assets - flood & drainage		649	762	1,453	1,498
Infrastructure assets - open spaces & regional assets		212	160	160	160
Forestry assets		102	37	35	22
Investments		0	0	0	0
Community net lending from reserves		0	-	-	-
Clean & solar heat net lending		2,169	1,498	1,260	725
Advances to regional investment company		2,133	39,194	23,681	39,991
Advances to Napier / Gisborne rail		116	5,342	-	5,342
Public debt repayments	4(a)	2,964	3,526	3,924	3,970
<b>Total Capital Expenditure</b>		<b>10,815</b>	<b>53,096</b>	<b>32,397</b>	<b>54,322</b>
<b>RESERVE AND PUBLIC DEBT FUNDING</b>					
Reserves funding	6	3,933	50,039	27,647	38,521
Public debt funding	4(a)	6,500	4,744	3,479	15,367
Leasehold annuity funding		0	-	-	-
Fair value gains on investments	7(a)	447	(1,589)	(1,444)	(1,670)
Fair value gains on other comprehensive income		(57,920)	(597)	(22,353)	(22,339)
Reduction in ACC Leasehold Liability		-	(1,263)	(1,256)	(1,152)
<b>Total Reserve &amp; Loan Funding</b>		<b>(47,040)</b>	<b>51,334</b>	<b>6,074</b>	<b>28,726</b>
<b>UNDERLYING SURPLUS / (DEFICIT)</b>	<b>8</b>	<b>266</b>	<b>(480)</b>	<b>32</b>	<b>6</b>

## Financial Information

Prospective Statement of Changes In Net Assets / Equity				
	Annual Report 2014-15 (\$'000)	Year 1 LTP 2015-16 (\$'000)	Year 2 LTP 2016-17 (\$'000)	Ann Pln 2a Ann Pln 2016-17 (\$'000)
<b>Net Assets / Equity at the Start of the Year</b>	469,795	480,643	481,924	529,197
Total Comprehensive Revenue and Expense	58,120	1,281	26,356	25,602
	58,120	1,281	26,356	25,602
<b>Net Assets / Equity at the End of the Year</b>	<b>527,915</b>	<b>481,924</b>	<b>508,280</b>	<b>554,799</b>

## Financial Information

Prospective Statement of Financial Position				
	Annual Report 2014-15 (\$'000)	Year 1 LTP 2015-16 (\$'000)	Year 2 LTP 2016-17 (\$'000)	Ann Pln 2a Ann Pln 2016-17 (\$'000)
<b>ASSETS</b>				
<b>Non Current Assets</b>				
Property, plant & equipment	18,207	19,467	19,530	21,000
Intangible assets	2,361	4,231	3,904	2,125
Infrastructure assets	151,538	152,519	175,181	174,624
Investment property	52,677	59,058	47,163	55,240
Forestry assets	5,887	5,611	5,985	6,637
Finance assets	10,579	15,285	15,286	10,579
Investment in council-controlled organisations	235,224	187,442	258,944	315,254
Advances to council-controlled organisations		51,153	3,332	1,666
Trade & other receivables	334			
Napier / Gisborne rail lease	116	5,457	6,239	6,240
<b>Total Non Current Assets</b>	<b>476,923</b>	<b>500,223</b>	<b>535,564</b>	<b>593,365</b>
<b>Current Assets</b>				
Inventories	55	46	46	55
Trade & other receivables	9,164	6,884	6,884	9,164
Finance assets	83,408	30,985	20,304	14,093
Advances to council-controlled organisations	11,986			-
Cash & cash equivalents	8,882	7,426	7,422	12,326
<b>Total Current Assets</b>	<b>113,495</b>	<b>45,341</b>	<b>34,656</b>	<b>35,638</b>
<b>TOTAL ASSETS</b>	<b>590,418</b>	<b>545,564</b>	<b>570,219</b>	<b>629,003</b>
<b>NET ASSETS / EQUITY</b>				
Accumulated comprehensive revenue and expense	303,178	327,706	327,706	374,223
Fair value reserves	9	138,682	91,797	161,618
Other reserves	9	86,055	62,421	18,957
<b>Total Net Assets / Equity</b>	<b>527,915</b>	<b>481,924</b>	<b>508,280</b>	<b>554,798</b>
<b>LIABILITIES</b>				
<b>Non Current Liabilities</b>				
Borrowings	17,835	18,418	18,096	30,153
ACC Leasehold Liability	29,076	31,680	30,334	27,838
Provisions for other liabilities & charges	678	893	893	678
<b>Total Non Current Liabilities</b>	<b>47,589</b>	<b>50,991</b>	<b>49,323</b>	<b>58,669</b>
<b>Current Liabilities</b>				
Trade & other payables	9,110	6,529	6,529	9,110
Borrowings	3,289	3,924	3,801	3,829
ACC Leasehold Liability	1,157	1,256	1,346	1,238
Provisions for other liabilities & charges	1,358	940	940	1,358
<b>Total Current Liabilities</b>	<b>14,914</b>	<b>12,649</b>	<b>12,616</b>	<b>15,536</b>
<b>Total Liabilities</b>	<b>62,503</b>	<b>63,640</b>	<b>61,939</b>	<b>74,204</b>
<b>TOTAL NET ASSETS / EQUITY AND LIABILITIES</b>	<b>590,418</b>	<b>545,564</b>	<b>570,219</b>	<b>629,003</b>

## Financial Information

Prospective Cash Flow Statement				
	Annual Report 2014-15 (\$'000)	Year 1 LTP 2015-16 (\$'000)	Year 2 LTP 2016-17 (\$'000)	Ann Pln 2a Ann Pln 2016-17 (\$'000)
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>				
<i>Cash to be provided from:</i>				
Receipts from customers	7,127	8,745	8,655	9,475
Rates	15,907	16,584	17,527	17,406
Dividends received	7,103	7,857	11,534	11,553
Interest received	4,374	2,736	1,791	1,183
Grants	3,221	2,983	3,076	3,055
Other income	1,752	322	523	276
	<b>39,484</b>	<b>39,227</b>	<b>43,106</b>	<b>42,948</b>
<i>Cash to be applied to:</i>				
Payments to suppliers	18,837	19,486	19,246	19,470
Payments to and behalf of employees	14,254	15,321	15,663	15,959
Finance expense	3,080	2,796	2,874	3,182
	<b>36,171</b>	<b>37,603</b>	<b>37,784</b>	<b>38,610</b>
<b>Net Cash Flows from Operating Activities</b>	<b>3,313</b>	<b>1,624</b>	<b>5,322</b>	<b>4,338</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
<i>Cash to be provided from:</i>				
Disposal of property, plant & equipment	372	275	184	203
Disposal of investment properties	3,885	-	13,000	-
Disposal of financial assets	155,755	25,194	23,681	39,991
Disposal of forestry assets	-	-	-	5
	<b>160,012</b>	<b>25,469</b>	<b>36,865</b>	<b>40,199</b>
<i>Cash to be applied to:</i>				
Purchase of property, plant & equipment	2,041	2,327	1,859	2,374
Purchase of intangible assets	429	250	25	240
Construction of infrastructure assets	861	922	1,613	1,658
Purchase of financial assets	163,755	-	13,000	-
Forestry asset development	102	37	35	22
Purchase of investments	-	0	0	0
Advances to Investment Company	2,045	39,194	23,681	39,991
Napier / Gisborne rail	116	5,342	-	5,342
	<b>169,349</b>	<b>48,072</b>	<b>40,213</b>	<b>49,627</b>
<b>Net Cash Flows from Investing Activities</b>	<b>(9,337)</b>	<b>(22,603)</b>	<b>(3,348)</b>	<b>(9,428)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
<i>Cash to be provided from:</i>				
Loans drawn	6,500	4,744	3,479	15,367
Leasehold annuity	-	-	-	-
	<b>6,500</b>	<b>4,744</b>	<b>3,479</b>	<b>15,367</b>
<i>Cash to be applied to:</i>				
Loans repaid	2,964	3,526	3,924	3,970
Leasehold Annuity	4,468	1,443	1,533	1,407
	<b>7,432</b>	<b>4,969</b>	<b>5,458</b>	<b>5,376</b>
<b>Net Cash Flows from Financing Activities</b>	<b>(932)</b>	<b>(224)</b>	<b>(1,979)</b>	<b>9,990</b>
<b>Net Increase / (Decrease) in Cash &amp; cash equivalents</b>	<b>(6,956)</b>	<b>(21,203)</b>	<b>(4)</b>	<b>4,900</b>
Opening cash & cash equivalents	15,838	28,629	7,426	7,426
<b>Closing Cash &amp; cash equivalents</b>	<b>8,882</b>	<b>7,426</b>	<b>7,422</b>	<b>12,326</b>

## Financial Information

<b>NOTE 1 - Activity Revenue &amp; Expenditure</b>					
	<b>Annual Report 2014-15 (\$'000)</b>	<b>Year 1 LTP 2015-16 (\$'000)</b>	<b>Year 2 LTP 2016-17 (\$'000)</b>	<b>Ann Pln 2a Ann Pln 2016-17 (\$'000)</b>	
	<b>Note</b>				
<b>REVENUE</b>					
<b>Groups of Activities</b>					
Strategic Planning		26	52	54	12
Land Drainage and River Control		1,016	650	660	682
Regional Resources		3,327	3,667	3,720	4,150
Regulation		1,183	1,533	1,624	1,604
Biosecurity		-	14	14	-
Emergency Management		168	119	122	174
Transport		35	-	-	-
Governance & Community Engagement		161	133	187	137
		<b>5,916</b>	<b>6,168</b>	<b>6,381</b>	<b>6,759</b>
Less Internal Revenue		-	-	-	-
<b>TOTAL REVENUE FROM ACTIVITIES</b>		<b>5,916</b>	<b>6,168</b>	<b>6,381</b>	<b>6,759</b>
<b>EXPENDITURE</b>					
<b>Groups of Activities</b>					
Strategic Planning		4,266	4,651	5,076	4,776
Land Drainage and River Control		6,924	7,235	7,377	7,264
Regional Resources		11,345	12,486	12,279	12,939
Regulation		2,745	3,369	3,456	3,510
Biosecurity		3,372	2,784	2,818	2,690
Emergency Management		1,770	1,935	1,991	2,061
Transport		4,325	4,274	4,465	4,215
Governance, Community Engagement and Services		3,001	2,927	2,520	3,028
		<b>37,748</b>	<b>39,661</b>	<b>39,982</b>	<b>40,483</b>
Less Internal Expenditure		(131)	(158)	(167)	(167)
<b>Total Group Activities</b>		<b>37,617</b>	<b>39,503</b>	<b>39,815</b>	<b>40,316</b>
<b>Other Activities</b>					
Regional Income Collection Expenditure		2,375	1,892	1,988	1,846
Interest Paid on Regional Income Loans		-	-	-	345
<b>Total Other Activities</b>		<b>2,375</b>	<b>1,892</b>	<b>1,988</b>	<b>2,191</b>
Less finance costs					
- interest on borrowings		(1,375)	(1,353)	(1,341)	(1,775)
- fees associated with the transfer of Napier leasehold cashflows to ACC		(1,705)	(1,443)	(1,533)	(1,407)
<b>Total finance costs</b>		<b>(3,080)</b>	<b>(2,796)</b>	<b>(2,874)</b>	<b>(3,182)</b>
Less depreciation and amortisation expense		(2,379)	(2,349)	(2,486)	(2,490)
<b>TOTAL EXPENDITURE ON ACTIVITIES</b>		<b>34,533</b>	<b>36,250</b>	<b>36,443</b>	<b>36,835</b>

## Financial Information

NOTES 2 & 3 - Rates & Other Revenue				
	Annual Report 2014-15 (\$'000)	Year 1 LTP 2015-16 (\$'000)	Year 2 LTP 2016-17 (\$'000)	Ann Pln 2a Ann Pln 2016-17 (\$'000)
Note				
<b>Note 2: Rates</b>				
<b>General Funding Rates</b>				
Uniform Annual General Charge (UAGC)	1,735	1,836	1,970	1,947
General Rate on Land Value	1,140	1,294	1,257	1,248
<b>Total General Funding Rates</b>	<b>2,875</b>	<b>3,130</b>	<b>3,227</b>	<b>3,195</b>
<b>Targeted Rates</b>				
Upper Tukituki Catchment Control Scheme	666	689	714	714
Separate Flood Control & Drainage Schemes	276	298	306	307
Wairoa Rivers & Streams Scheme	155	154	158	158
Central & Southern Areas Rivers & Streams Scheme	221	224	229	229
Heretaunga Plains Flood Control & Drainage Schemes	5,071	5,088	5,261	5,245
Biosecurity Schemes	2,091	1,638	1,679	1,679
Subsidised Public Transport	1,621	1,604	1,652	1,604
Clean Heat Administration Rate	618	583	583	583
Sustainable Land Management	-	561	661	661
Economic Development Rate	1,397	1,721	2,058	1,997
Emergency Management Uniform Annual Charge	916	894	999	1,034
<b>Total Targeted Rates</b>	<b>13,032</b>	<b>13,454</b>	<b>14,300</b>	<b>14,211</b>
<b>Total Rates</b>	<b>15,907</b>	<b>16,584</b>	<b>17,527</b>	<b>17,406</b>
<b>Note 3: Other Revenue</b>				
Dividends	7,103	7,857	11,534	11,553
Interest	2,876	2,736	1,791	1,183
Leasehold rents	4,228	2,577	2,274	2,716
Forestry income	-	38	56	109
Subvention payments	562	140	140	-
Napier - Gisborne Rail Returns	-	144	327	167
Other income	1,190	-	-	-
Net gain / (loss) on disposal of assets	6	-	-	-
<b>Total Other Income</b>	<b>15,965</b>	<b>13,492</b>	<b>16,122</b>	<b>15,728</b>



## Financial Information

### NOTE 4(a) - External Debt & Interest Expense

	Annual Report 2014-15 (\$'000)	Year 1 LTP 2015-16 (\$'000)	Year 2 LTP 2016-17 (\$'000)	Ann Pln 2a Ann Pln 2016-17 (\$'000)
<b>LOAN REQUIREMENTS</b>				
<b>New Borrowings</b>				
Heat Smart Advances to Householders	4,780	2,752	2,034	2,034
Solar Water Advances to Householders	-	630	1,260	630
Computer Systems Integration Loans	420	250	25	240
Operations Group and Wairoa Office Extensions	600	-	-	-
Public Good Capital Assets Loans	700	660	160	660
HBRIC Funding Loans	-	-	-	11,500
Hydrology/Science Equipment Loan	-	432	-	260
Air Quality Site Loan	-	20	-	43
<b>Total New Borrowings</b>	<b>6,500</b>	<b>4,744</b>	<b>3,479</b>	<b>15,367</b>
<b>Principal Repayments</b>				
Heat Smart Advances to Householders	1,170	1,545	1,786	1,821
Solar Water Advances to Householders	-	32	126	32
Computer Systems Integration Loans	240	250	264	275
Operations Group and Wairoa Office Extensions	30	60	60	60
Technical Equipment Loan (Monitoring Bores)	10	10	10	10
GIS Purchase Loan	19	19	-	-
HPFCS Flood & River Scheme Loan	45	45	45	45
Karamu & Tributaries Scheme Loan	40	40	40	40
Public Good Capital Assets Purchases	615	663	704	679
Sawfly Remediation Loans	670	670	420	420
Upper Tukituki Scheme Loans	30	30	30	30
Smap & SedNet Loans	-	-	-	104
Building Remediation Loan	61	61	317	317
Hydrology/Science Equipment Loan	35	57	78	93
Public Consultation on Oil & Gas Energy Engagement	-	20	20	20
Aerial Photography Loan	-	23	23	23
Air Quality Site Loan	-	1	1	1
<b>Total Principal Repayments</b>	<b>2,964</b>	<b>3,526</b>	<b>3,924</b>	<b>3,970</b>
<b>TOTAL LOAN MOVEMENT</b>	<b>3,536</b>	<b>1,219</b>	<b>(445)</b>	<b>11,397</b>
<b>Loan Balances</b>				
Heat Smart Advances to Householders	11,390	12,595	12,843	13,142
Solar Water Advances to Householders	-	599	1,733	599
Computer Systems Integration Loans	1,788	1,569	1,330	1,535
Operations Group and Wairoa Office Extensions	570	510	450	450
Technical Equipment Loan (Monitoring Bores)	60	50	40	40
GIS Purchase Loan	19	-	-	-
HPFCS Flood & River Scheme Loan	295	250	205	205
Karamu & Tributaries Scheme Loan	200	160	120	120
Public Good Capital Assets Purchases	4,597	4,405	3,861	3,911
Sawfly Remediation Loans	1,230	560	140	140
Upper Tukituki Scheme Loans	160	130	100	100
HBRIC Funding Loans	-	-	-	11,500
Smap & SedNet Loans	-	-	-	880
Building Remediation Loan	519	458	141	141
Hydrology/Science Equipment Loan	298	673	595	841
Public Consultation on Oil & Gas Energy Engagement	-	170	150	150
Air Quality Site Loan	-	19	17	58
<b>Total Outstanding Loan Balances</b>	<b>21,124</b>	<b>22,342</b>	<b>21,897</b>	<b>33,982</b>

## Financial Information

<b>NOTE 4(a) - External Debt &amp; Interest Expense</b>				
	<b>Annual Report 2014-15 (\$'000)</b>	<b>Year 1 LTP 2015-16 (\$'000)</b>	<b>Year 2 LTP 2016-17 (\$'000)</b>	<b>Ann Pln 2a Ann Pln 2016-17 (\$'000)</b>
<b>LOAN INTEREST EXPENSE</b>				
Heat Smart Advances to Householders	606	713	757	840
Solar Water Advances to Householders	-	17	70	13
Computer Systems Integration Loans	140	95	87	96
Operations Group Office Extensions	17	31	27	27
Technical Equipment Loan (Monitoring Bores)	4	4	3	3
GIS Purchase Loan	2	-	-	-
HPFCS Flood & River Scheme Loan	19	16	14	14
Karamu & Tributaries Scheme Loan	16	12	10	10
Public Good Capital Assets Purchases	292	295	262	257
Sawfly Remediation Loans	127	70	28	28
Upper Tukituki Scheme Loans	12	10	8	8
HBRIC Funding Loans	-	-	-	345
Smap & SedNet Loans	-	-	-	47
Building Remediation Loan	39	31	18	18
Hydrology / Science Equipment Loan	23	35	37	46
Public Consultation on Oil & Gas Energy Engagement	-	10	9	9
Aerial Photography Loan	-	12	10	12
Air Quality Site Loan	-	1	1	1
<b>TOTAL INTEREST EXPENSE</b>	<b>1,297</b>	<b>1,353</b>	<b>1,341</b>	<b>1,775</b>

The loan balances for the end of the 2016/17 year reflect revised 2015/16 LTP figures and therefore can not be reconciled on the above schedule by taking the opening balance and LTP movements.

## Financial Information

<b>NOTE 4(b) - Internal Debt &amp; Interest Expense</b>				
	<b>Annual Report 2014-15 (\$'000)</b>	<b>Year 1 LTP 2015-16 (\$'000)</b>	<b>Year 2 LTP 2016-17 (\$'000)</b>	<b>Ann Pln 2a Ann Pln 2016-17 (\$'000)</b>
<b>LOAN REQUIREMENTS</b>				
<b>New Borrowings</b>				
Hydrology Equipment	300	100	100	100
Transport Electronic Ticketing	-	-	570	570
Makara Scheme Loan	220	-	-	-
Tangoio Easements	-	-	-	100
<b>Total New Borrowings</b>	<b>520</b>	<b>100</b>	<b>670</b>	<b>770</b>
<b>Principal Repayments</b>				
Building Weather Tightness	226	394	90	167
Computer Equipment	80	80	80	80
Hydrology Equipment	110	145	155	155
Makara Scheme Loan	-	7	7	7
Transport Electronic Ticketing	-	-	29	29
<b>Total Principal Repayments</b>	<b>416</b>	<b>626</b>	<b>361</b>	<b>437</b>
<b>TOTAL LOAN MOVEMENT</b>	<b>104</b>	<b>(526)</b>	<b>309</b>	<b>333</b>
<b>Loan Balances</b>				
Building Weather Tightness	543	90	-	-
Computer Equipment	660	580	500	500
Hydrology Equipment	1,230	1,185	1,130	1,130
Makara Scheme Loan	220	214	208	208
Transport Electronic Ticketing	-	-	542	542
Tangoio Easements	-	-	-	100
<b>Total Outstanding Loan Balances</b>	<b>2,653</b>	<b>2,069</b>	<b>2,379</b>	<b>2,479</b>
<b>LOAN INTEREST EXPENSE</b>				
Building Weather Tightness	33	12	2	2
Computer Equipment	33	27	23	15
Hydrology Equipment	46	53	51	32
Makara Scheme Loan	-	9	11	6
Transport Electronic Ticketing	-	-	14	8
Tangoio Easements	-	-	-	2
<b>TOTAL INTEREST EXPENSE</b>	<b>112</b>	<b>101</b>	<b>100</b>	<b>66</b>

## Financial Information

### NOTE 5 - Depreciation and Amortisation

	Annual Report 2014-15 (\$'000)	Year 1 LTP 2015-16 (\$'000)	Year 2 LTP 2016-17 (\$'000)	Ann Pln 2a Ann Pln 2016-17 (\$'000)
<b>Capital Expenditure on Property, Plant &amp; Equipment</b>				
Land and Buildings	611	130	20	120
Motor Vehicles and Plant	804	1,160	841	887
Hydrological Equipment	383	705	165	579
Technical Equipment	23	23	593	593
Computer Equipment	174	284	215	120
Office Furniture and Equipment	46	25	25	75
Intangible Assets - Other	429	250	25	240
Intangible Assets - NWS Feasibility		-	-	
<b>Total Capital Expenditure on Property, Plant &amp; Equipment</b>	<b>2,470</b>	<b>2,577</b>	<b>1,884</b>	<b>2,614</b>
<b>Proceeds of Property, Plant &amp; Equipment Disposals</b>				
Land and Buildings	-	-	-	-
Motor Vehicles and Plant	154	275	184	203
Hydrological Equipment	-	-	-	-
Technical Equipment	-	-	-	-
Computer Equipment	-	-	-	-
Office Furniture and Equipment	-	-	-	-
Intangible Assets	-	-	-	-
<b>Total Proceeds from Disposal of Property, Plant &amp; Equipment</b>	<b>154</b>	<b>275</b>	<b>184</b>	<b>203</b>
<b>Depreciation on Property, Plant &amp; Equipment</b>				
Buildings	355	372	386	405
Motor Vehicles and Plant	511	497	497	482
Hydrological Equipment	269	252	309	363
Technical Equipment	59	55	80	77
Computer Equipment	181	248	290	207
Office Furniture and Equipment	56	53	50	51
Intangible Assets (Amortisation)	368	350	352	376
<b>Property, Plant &amp; Equipment Asset Depreciation</b>	<b>1,799</b>	<b>1,827</b>	<b>1,964</b>	<b>1,961</b>
<b>Depreciation on Infrastructure Assets</b>				
Infrastructure Assets	580	522	522	529
<b>Infrastructure Asset Depreciation</b>	<b>580</b>	<b>522</b>	<b>522</b>	<b>529</b>
<b>Total Depreciation &amp; Amortisation</b>	<b>2,379</b>	<b>2,349</b>	<b>2,486</b>	<b>2,490</b>

# Financial Information

## NOTE 6 & 7 - Reserve Movements & Fair Value Gains

	Annual Report 2014-15 Note (\$'000)	Year 1 LTP 2015-16 (\$'000)	Year 2 LTP 2016-17 (\$'000)	Ann Pln 2a Ann Pln 2016-17 (\$'000)
<b>Note 6: Funding from Reserves</b>				
Project Scheme Reserves	(2,412)	400	35	(154)
Dividend Equalisation Reserve	75	900	(150)	(10)
Specific Regional Projects Reserve	30	-	-	-
Tangoio Soil Conservation Forestry Reserve	418	282	242	311
Asset Replacement Reserve	2,470	2,358	2,637	2,945
Infrastructure Asset Depreciation Reserve - Other Movement	446	(99)	402	427
Sale of Land Investment Reserve	3,904	44,826	23,980	34,191
Sale of Land Non-Investment Reserve	(70)	1,270	1,279	1,266
Council Disaster Damage Reserves	(283)	(153)	(153)	(133)
Scheme Disaster Damage Reserves	(58)	(172)	(218)	(120)
Other Reserves	(587)	427	(407)	(202)
<b>Total Net Funding from Reserves</b>	<b>3,933</b>	<b>50,039</b>	<b>27,647</b>	<b>38,521</b>
<b>Note 7a: Fair Value Gains from Investments</b>				
<b>Investment Property at beginning of year</b>	<b>57,787</b>	<b>57,787</b>	<b>59,058</b>	<b>53,948</b>
Additions	-	0	0	0
Disposals	(3,885)	-	(13,000)	-
<b>Movement during the year</b>	<b>(3,885)</b>	<b>0</b>	<b>(13,000)</b>	<b>0</b>
Fair value gains (included in statement of comprehensive revenue and expenditure)	(1,225)	1,271	1,105	1,292
<b>Investment Property at end of year</b>	<b>52,677</b>	<b>59,058</b>	<b>47,163</b>	<b>55,240</b>
<b>Note 7a: Fair Value Gains from Forestry Assets</b>				
<b>Forestry Assets at beginning of year</b>	<b>4,936</b>	<b>5,256</b>	<b>5,611</b>	<b>6,242</b>
Additions	101	37	35	22
Disposals	-	-	-	(5)
<b>Movement during the year</b>	<b>101</b>	<b>37</b>	<b>35</b>	<b>17</b>
Fair value gains (included in statement of comprehensive revenue and expenditure)	850	318	339	378
<b>Forestry Assets at end of year</b>	<b>5,887</b>	<b>5,611</b>	<b>5,985</b>	<b>6,637</b>
Other fair value gains (included in the statement of comprehensive revenue and expenditure)	(72)	-	-	-
<b>Total Fair value gains &amp; losses (included in statement of comprehensive revenue and expenditure)</b>	<b>(447)</b>	<b>1,589</b>	<b>1,444</b>	<b>1,670</b>

## Financial Information

### NOTE 8 - Reconciliation to Underlying Surplus / (Deficit)

	Note	Annual Report 2014-15 (\$'000)	Year 1 LTP 2015-16 (\$'000)	Year 2 LTP 2016-17 (\$'000)	Ann Pln 2a Ann Pln 2016-17 (\$'000)
<b>Note 8: Underlying Surplus / (Deficit) Reconciliation</b>					
<b>Groups of Activities Underlying Surplus / (Deficits)</b>					
<i>[From Cost of Service Statements]</i>					
Strategic Planning		(2,388)	(2,420)	(2,506)	(2,149)
Land Drainage and River Control		(1,261)	(1,370)	(1,447)	(1,495)
Regional Resources		(5,865)	(6,796)	(6,691)	(6,948)
Regulation		(1,562)	(1,836)	(1,832)	(1,906)
Biosecurity		(1,114)	(979)	(1,011)	(982)
Emergency Management		(646)	(649)	(670)	(657)
Transport		(69)	(75)	(84)	(76)
Governance & Community Engagement		(2,077)	(2,114)	(2,169)	(2,233)
Less Internal Expenditure & Income	1	131	158	167	167
Regional Income Collection	1	(2,375)	(1,892)	(1,988)	(1,846)
<b>Total Groups of Activities Surplus / (Deficit)</b>		<b>(17,226)</b>	<b>(17,973)</b>	<b>(18,231)</b>	<b>(18,125)</b>
<b>Less Capital Expenditure</b>					
<i>[From Statement of Comprehensive Revenue and Expense]</i>					
Capital Expenditure		(10,815)	(53,096)	(32,397)	(54,322)
<i>Add Back:</i>					
Capital Expenditure in Groups of Activities		5,771	6,639	7,510	6,863
<b>Total Non-Groups of Activities Capital Expenditure</b>		<b>(5,044)</b>	<b>(46,457)</b>	<b>(24,887)</b>	<b>(47,459)</b>
<b>Plus General Funding</b>					
Revenue from Rates	2	15,907	16,584	17,527	17,406
Other Revenue	3	15,965	13,492	16,122	15,728
Grants <i>[From Statement of Comprehensive Revenue and Expense]</i>		3,277	2,983	3,076	3,055
Loan Funding	4	6,500	4,744	3,479	15,367
Leasehold Annuity Funding		-	-	-	-
<i>Less:</i>					
Other Revenue in Groups of Activities		(23,615)	(21,920)	(22,645)	(22,188)
Other expenditure		-	-	-	(345)
<b>Total Non-Groups of Activities General Funding</b>		<b>18,034</b>	<b>15,883</b>	<b>17,559</b>	<b>29,023</b>
<b>Plus / (Less) Reserves Funding</b>					
<i>[From Statement of Comprehensive Revenue and Expense]</i>					
Reserves Funding	6	3,933	50,039	27,647	38,521
<i>Less:</i>					
Reserves Funding in Groups of Activities		569	(1,973)	(2,056)	(1,953)
<b>Total Non-Groups of Activities Reserves &amp; Loan Funding</b>		<b>4,502</b>	<b>48,066</b>	<b>25,591</b>	<b>36,568</b>
<b>Underlying Surplus / (Deficit)</b>		<b>266</b>	<b>(480)</b>	<b>32</b>	<b>6</b>

## Financial Information

NOTE 9 - Council Reserve Funds																		
	Accumulated Funds	Infra-structure Asset Renewal	Wairoa Rivers & Streams	Special Scheme	Port Dividend Equalisation	Coastal Marine Area	Asset Replacement	Regional Disaster Damage	Scheme Disaster Damage	Clive River Dredging	Tangoio Soil Conservation	Catchment Fund	Sale of Land Invmt	Sale of Land Non-Invmt	Rabbit	Ngati-Pahawera	Total Operating and Capital Reserves	Fair Value Reserves
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(17)
	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)
<b>ANNUAL PLAN 2016/17</b>																		
<b>At 1 July 2016</b>	335,592	1,460	826	3,354	151	-	1,769	3,104	3,056	397	3,393	205	35,327	1,222	63	-	<b>54,326</b>	139,279
Deposits in year	38,633	1,101	46	21,752	10	1,734	3,038	133	139	65	89	107	11,500	1,114	2	-	<b>40,830</b>	22,339
Withdrawals in year	-	(1,308)	-	(21,662)	-	(1,734)	(3,023)	-	-	-	(400)	-	(46,775)	(1,298)	-	-	<b>(76,200)</b>	0
<b>At 30 June 2017</b>	<b>374,225</b>	<b>1,253</b>	<b>872</b>	<b>3,444</b>	<b>161</b>	<b>-</b>	<b>1,784</b>	<b>3,237</b>	<b>3,195</b>	<b>462</b>	<b>3,082</b>	<b>312</b>	<b>52</b>	<b>1,038</b>	<b>65</b>	<b>-</b>	<b>18,957</b>	<b>161,618</b>
<b>Related Activities to Reserve Funds</b>																		
Activities	Accumulated Funds	Infra-structure Asset Renewal	Wairoa Rivers & Streams	Special Scheme	Port Dividend Equalisation	Coastal Marine Area	Asset Replacement	Regional Disaster Damage	Scheme Disaster Damage	Clive River Dredging	Tangoio Soil Conservation	Catchment Fund	Sale of Land Invmt	Sale of Land Non-Invmt	Rabbit	Ngati-Pahawera	Total Operating and Capital Reserves	Fair Value Reserves
"v" denotes related activity	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(17)
	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)
Strategic Planning	v																	
Land Drainage and River Control	v	v	v	v			v	v	v	v								v
Regional Resources	v										v	v	v	v				v
Regulation	v																	
Biosecurity	v														v			
Emergency Management	v																	v
Transport	v			v														
Governance & Community Engagement	v												v	v				
Regional Income Collection	v					v	v						v			v		v

Purpose of Reserve Funds: Refer to table next page

## Financial Information

Purpose of Reserve Funds	
Reserve Type	Definition
1. Accumulated Funds	Funds required for the operating and capital requirements of Council.
2. Infrastructure asset depreciation reserve	A reserve established to fund the renewal of scheme infrastructure assets as required by the Local Government Act 2002.
3. Wairoa rivers & streams reserve	A reserve established to fund flood mitigation and recovery work within the Wairoa District.
4. Special flood & drainage scheme reserves	Reserves established for each scheme to account for rating balances that arise each year as a consequence of the actual income and expenditure incurred in any one year.
5. Port dividend equalisation reserve	A reserve established to smooth out the dividend receipts from the Port so that fluctuations in Council's general funding rates are minimised.
6. Coastal marine area reserve	A reserve established to meet the statutory requirements on the use of rental income earned on Council's endowment leasehold land.
7. Asset replacement reserve	A reserve established to fund the replacement of operating property, plant and equipment, which are not scheme based.
8. Regional disaster damage reserve	A reserve established to meet the commercial insurance excess of \$600,000 on each event, the uninsured 60% of edge protection damage and the costs of managing the response and recovery for a disaster event.
9. Scheme disaster damage reserve	Reserves established to meet each scheme's share of Local Authority Protection Programme (LAPP) insurance excess and other costs to restore scheme assets that are not recoverable
10. Clive river dredging reserve	A reserve established to meet the expenditure of dredging requirements on the Clive River.
11. Tangoio soil conservation reserve	A reserve established to separate the revenues and expenses associated with the Tangoio Soil Conservation Reserve as this reserve is managed and overseen by Council on behalf of
12. Catchment Fund	A reserve established for the Maungaharuru - Tangitu catchment fund. This is funded from a yearly contribution from the Tangoio soil conservation reserve.
13. Sale of land investment reserve	A reserve established to hold the proceeds of endowment leasehold land sales to be reinvested in accordance with Council's policy on "Evaluation of Investment Opportunities" approved on 30 April 2008.
14. Sale of land non-investment reserve	A reserve established to hold transfers from the Sale of Land Investment Reserve to be invested in accordance with Council's policy on "Open Space Investment" approved on 25 June 2008 and Council's Investment Policy set out in the 2009/19 10 Year Plan.
15. Rabbit reserve	A reserve established to fund costs expected to be incurred with growing rabbit populations. The reserve is limited to a maximum balance of \$100,000.
16. Ngati Pahauwera reserve	A reserve established to ring-fence funding for Ngati Pahauwera Rivers Initiatives. For the clean up of the Mohaka, Waikari and Waihua Rivers and their catchments.
17. Fair value reserves	A reserve required by generally accepted accounting practice to account for movements in the value of assets subject to regular fair value assessments.



## Comparison of Rates on Example Properties

Comparison of Rates on Specific Commercial Properties													
Description of rates	Rating Basis	Napier Hotel		Emerson St Napier		Hastings Shops		Hastings Motel		Waipukurau Office		Wairoa Shops	
		2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17
<b>Details for Comparison</b>													
Capital Value (\$)	CV	3,100,000	3,100,000	1,710,000	1,710,000	970,000	970,000	910,000	910,000	195,000	195,000	235,000	235,000
Land Value (\$)	LV	860,000	860,000	530,000	530,000	385,000	385,000	670,000	670,000	40,000	40,000	45,000	45,000
Area (Hectares)	Area	0.4011	0.4011	0.0401	0.0401	0.1097	0.1097	0.3254	0.3254	0.0717	0.0717	0.2022	0.2022
General Rate	LV	78.95	75.25	48.65	46.38	36.61	35.15	63.72	61.17	4.02	3.44	4.82	3.90
UAGC Fixed Amount	Fixed	30.09	31.82	60.18	63.64	30.09	31.82	30.09	31.82	30.09	31.82	30.09	31.82
<b>General Funded Rates</b>		109.04	107.07	108.83	110.02	66.70	66.97	93.81	92.99	34.11	35.26	34.91	35.72
HPFCS F1Direct	CV	365.49	364.25			113.88	117.37	106.83	110.11				
HPFCS F2 Indirect	CV	88.97	88.35	49.08	48.74	27.74	28.52	26.03	26.75				
HPFCS Drainage	LV					147.38	154.00	256.48	268.00				
Public Transport	LV	220.16	218.53	135.68	134.67	102.10	102.10	177.68	177.68				
Central Stream/Drains	CV	27.59	27.28	15.22	15.05	8.63	8.83	8.10	8.28	1.91	1.68		
Clean Heat/Healthy Homes	LV	71.72	71.47	44.20	44.04	33.26	33.38	57.89	58.09				
Economic Development	CV	513.67	571.33	283.35	315.15	160.15	184.11	150.24	172.72	35.67	35.20	55.62	63.80
Meeanee Napr Puketapu	LV	243.98	254.22										
Upper Tukituki Scheme	LV									2.72	2.60		
Wairoa River Scheme	CV											27.03	24.98
Emergency Management	Fixed	14.66	16.89	29.32	33.78	14.66	16.89	14.66	16.89	14.66	16.89	14.66	16.89
<b>Targeted Rates (\$)</b>		1546.24	1612.32	556.85	591.43	607.80	645.20	797.91	838.52	54.96	56.37	97.31	105.67
<b>Total Rates (\$)</b>		1655.28	1719.39	665.68	701.45	674.50	712.17	891.72	931.51	89.07	91.63	132.22	141.39
<b>Dollar Increase</b>			64.11		35.77		37.67		39.79		2.56		9.17
<b>Percentage Increase <sup>2</sup></b>			3.87%		5.37%		5.58%		4.46%		2.87%		6.94%

## Comparison of Rates on Example Properties

Comparison of Rates on Specific Urban Properties									
Description of rates	Rating Basis	Napier Hill		Napier South		Flaxmere		Havelock North	
		2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17
<b>Details for comparison</b>									
Capital Value (\$)	CV	520,000	520,000	245,000	245,000	170,000	170,000	660,000	660,000
Land Value (\$)	LV	340,000	340,000	155,000	155,000	64,000	64,000	255,000	255,000
Area (Hectares)	Area	0.0760	0.0760	0.0650	0.0650	0.0607	0.0607	0.0777	0.0777
General Rate	LV	31.21	29.75	14.23	13.56	6.09	5.84	24.25	23.28
UAGC Fixed Amount	Fixed	30.09	31.82	30.09	31.82	30.09	31.82	30.09	31.82
<b>General Funded Rates (\$)</b>		<b>61.30</b>	<b>61.57</b>	<b>44.32</b>	<b>45.38</b>	<b>36.18</b>	<b>37.66</b>	<b>54.34</b>	<b>55.10</b>
HPFCS F1Direct	CV			28.89	28.79	19.96	20.57		
HPFCS F2 Indirect	CV	14.92	14.82	7.03	6.98	4.86	5.00	18.88	19.40
HPFCS Drainage	LV			43.97	45.82	24.50	25.60		
Public Transport	LV	87.04	86.39	39.68	39.39	16.97	16.97	67.63	67.63
Central Stream/Drains	CV	4.63	4.58	2.18	2.16	1.51	1.55	5.87	6.01
Karamu Maintenance	Fixed							10.75	11.16
Karamu Enhancement	Fixed							10.05	10.43
Clean Heat/Healthy Homes	LV	28.36	28.25	12.93	12.88	5.53	5.55	22.03	22.11
Economic Development	Fixed	21.82	25.20	21.82	25.20	21.82	25.20	21.82	25.20
Emergency Management	Fixed	14.66	16.89	14.66	16.89	14.66	16.89	14.66	16.89
<b>Targeted Rates (\$)</b>		<b>171.43</b>	<b>176.13</b>	<b>171.16</b>	<b>178.11</b>	<b>109.81</b>	<b>117.33</b>	<b>171.69</b>	<b>178.83</b>
<b>Total Rates (\$)</b>		<b>232.73</b>	<b>237.70</b>	<b>215.48</b>	<b>223.49</b>	<b>145.99</b>	<b>154.99</b>	<b>226.03</b>	<b>233.93</b>
<b>Dollar Increase</b>			4.97		8.01		9.00		7.90
<b>Percentage Increase <sup>1</sup></b>			2.14%		3.72%		6.16%		3.50%

## Comparison of Rates on Example Properties

Comparison of Rates on Specific Urban Properties									
Description of rates	Rating Basis	Taradale		Hastings		Wairoa		Central HB	
		2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17
<b>Details for comparison</b>									
Capital Value (\$)	CV	430,000	430,000	390,000	390,000	230,000	230,000	293,000	293,000
Land Value (\$)	LV	230,000	230,000	160,000	160,000	54,000	54,000	113,000	113,000
Area (Hectares)	Area	0.1105	0.1105	0.1012	0.1012	0.1213	0.1213	0.1407	0.1407
General Rate	LV	21.11	20.13	15.22	14.61	6.07	4.68	12.06	9.73
UAGC Fixed Amount	Fixed	30.09	31.82	30.09	31.82	30.09	31.82	30.09	31.82
<b>General Funded Rates (\$)</b>		<b>51.20</b>	<b>51.95</b>	<b>45.31</b>	<b>46.43</b>	<b>36.16</b>	<b>36.50</b>	<b>42.15</b>	<b>41.55</b>
HPFCS F1Direct	CV	50.70	50.53	45.79	47.19				
HPFCS F2 Indirect	CV	12.34	12.26	11.15	11.47				
HPFCS Drainage	LV	65.25	67.99	61.25	64.00				
Public Transport	LV	58.88	58.44	42.43	42.43				
Central Stream/Drains	CV	3.83	3.78	3.47	3.55			2.79	2.52
Wairoa Rivers/Streams	CV					24.38	24.45		
U.T.T.F.C.S.	LV							8.16	7.33
Clean Heat/Healthy Homes	LV	19.18	19.11	13.82	13.87				
Economic Development	Fixed	21.82	25.20	21.82	25.20	17.61	20.82	21.82	25.20
Emergency Management	Fixed	14.66	16.89	14.66	16.89	14.66	16.89	14.66	16.89
<b>Targeted Rates (\$)</b>		<b>246.66</b>	<b>254.20</b>	<b>214.39</b>	<b>224.60</b>	<b>56.65</b>	<b>62.16</b>	<b>47.43</b>	<b>51.94</b>
<b>Total Rates (\$)</b>		<b>297.86</b>	<b>306.15</b>	<b>259.70</b>	<b>271.03</b>	<b>92.81</b>	<b>98.66</b>	<b>89.58</b>	<b>93.49</b>
<b>Dollar Increase</b>			8.29		11.33		5.85		3.91
<b>Percentage Increase <sup>1</sup></b>			2.78%		4.36%		6.30%		4.36%

## Comparison of Rates on Example Properties

Comparison of Rural Rates in three Districts													
Description of rates	Rating Basis	Hastings		Hastings		Central HB		Central HB		Wairoa		Wairoa	
		2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17
<b>Details for Comparison</b>													
Capital Value (\$)	CV	2,080,000	2,080,000	2,890,000	2,890,000	2,020,000	2,020,000	6,950,000	7,800,000	3,557,000	4,170,000	2,800,000	2,802,000
Land Value (\$)	LV	1,580,000	1,580,000	2,310,000	2,310,000	1,510,000	1,510,000	5,845,000	6,700,000	3,038,000	3,650,000	2,675,000	2,682,000
Area (Hectares)	Area	346.0189	346.0189	610.8591	610.8591	282.9764	282.9764	437.9615	437.9615	1293.4496	1293.4496	1043.8446	1043.8446
General Rate	LV	150.26	144.25	219.68	210.90	124.62	130.01	587.42	576.87	292.86	316.46	257.87	232.53
UAGC Fixed Amount	Fixed	30.09	31.82	30.09	31.82	30.09	31.82	30.09	31.82	30.09	31.82	30.09	31.82
<b>General Funded Rates</b>		<b>180.35</b>	<b>176.07</b>	<b>249.77</b>	<b>242.72</b>	<b>154.71</b>	<b>161.83</b>	<b>617.51</b>	<b>608.69</b>	<b>322.95</b>	<b>348.28</b>	<b>287.96</b>	<b>264.35</b>
HPFCS F2 Indirect	CV	59.49	61.15	82.65	84.97								
Central Streams/Drains	CV	18.51	18.93	25.72	26.30	16.18	17.37	64.64	67.08				
Plant Pest	Area	160.77	164.94	283.19	291.18	131.19	134.89	203.04	208.76	599.64	616.55	483.92	497.57
Animal Pest Rate	Area	559.42	569.84	985.38	1006.00	456.47	466.02	706.48	721.26	2086.47	2130.12	1683.83	1719.06
Bovine TB	Area												
Land Management	Area	217.68	250.30	383.42	441.87	177.62	204.69	274.90	316.80	811.87	935.63	655.20	755.07
Porangahau Flood	LV					178.31	187.54						
Wairoa River Scheme	CV									377.04	443.27	296.80	297.85
Upper Tukituki River	LV							396.88	434.16				
Economic Development	Fixed	21.82	25.20	21.82	25.20	21.82	25.20	21.82	25.20	17.61	20.82	17.61	20.82
Emergency Management	Fixed	14.66	16.89	14.66	16.89	14.66	16.89	14.66	16.89	14.66	16.89	14.66	16.89
<b>Targeted Rates (\$)</b>		<b>1052.33</b>	<b>1107.25</b>	<b>1796.84</b>	<b>1892.41</b>	<b>996.25</b>	<b>1052.60</b>	<b>1682.42</b>	<b>1790.15</b>	<b>3907.29</b>	<b>4163.28</b>	<b>3152.02</b>	<b>3307.26</b>
<b>Total Rates (\$)</b>		<b>1232.70</b>	<b>1283.32</b>	<b>2046.61</b>	<b>2135.13</b>	<b>1150.96</b>	<b>1214.43</b>	<b>2299.93</b>	<b>2398.84</b>	<b>4230.24</b>	<b>4511.56</b>	<b>3439.98</b>	<b>3571.61</b>
<b>Dollar Increase</b>			50.62		88.52		63.47		98.91		281.32		131.63
<b>Percentage Increase <sup>2</sup></b>			4.11%		4.33%		5.51%		4.30%		6.65%		3.83%

# HBRC's Funding Impact Statement

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## Funding Impact Statement

### Introduction

This Funding Impact Statement sets out the impact that the Hawke's Bay Regional Council's Revenue and Financing Policy has on ratepayers.

The Revenue and Financing Policy clearly identifies beneficiaries of HBRC activities paying for the cost of those activities by target rates or direct charges, whichever is the most efficient administratively.

Public benefit is funded through a combination of investment income and general rates. Private benefit is funded through targeted rates and/or direct charges.

At various points of the Funding Impact Statement, a level of rates or charges is specified. These indicative figures are included to give ratepayers an estimate of what their level of rates is likely to be in the current year. These figures may not be the actual level of rates that will be assessed in the coming year because the actual figure will not be known until the Council's rating information database is finalised.

**All the estimated rates and levels of rates included in this statement are GST inclusive.**

There is no provision for the payment of rates from lump sum contributions, except for the early repayment of Clean Heat loans.

### Due dates for payment of rates

The rates are due and payable on or after 1 October 2015. Pursuant to Section 57 of the Local Government (Rating) Act 2002, a penalty charge of 10% will be imposed on the current rates remaining unpaid as at 1 February 2016.

When a fixed amount is set for each property, whether it be a Uniform Annual General Charge (UAGC) for general funding rates or a Uniform Annual Charge (UAC) for Targeted Rates, then a fixed amount is charged for each separately used or inhabited part of a rating unit. Therefore, units in a rest home, retail shops in a shopping complex, and additional farm houses are charged with separate UAGCs or UACs.

Where two or more rating units are contiguously joined, owned by the same ratepayer and used for the same purpose, or a Farm property with separately titled paddocks, then only one UAGC or UAC will be payable. The only exception is for the UAC covering the economic development rate which is set on each rateable property.

HBRC's contention is that this mix of rating bases better reflects the benefits delivered to the general community while addressing some of the rate level volatility experienced by those ratepayers in the community whose land values have increased by more than the average.

HBRC directly collects rates for all rating units contained within its boundaries and where specific rates are set across District/City boundaries on a value basis, then the rates are set on Estimate of Projected Valuation (equalisation) which recognises annual movement of values across the region for each territorial authority.

Section 21 of the Local Government (Rating) Act 2002 requires that Uniform Annual General Charges and targeted rates set on a uniform basis are not to exceed 30% of the total revenue from all rates sought by Hawke's Bay Regional Council (HBRC) for the budgeted year. The rates making up this category amount to 24.52% of Council's total rates in 2015-16 and are therefore within the limits prescribed by the Act. All years of the 10 Year Plan are within the prescribed limit set down by the Act.

### Inspection and objection to HBRC's Rating Information Database

The Rating Information Database (RID) is available for inspection at HBRC offices at 159 Dalton Street Napier and on Council's website [www.hbrc.govt.nz](http://www.hbrc.govt.nz). Ratepayers have the right to inspect the RID records and can object to their rating liability on the grounds set out in the Local Government (Rating) Act 2002.

## Explanation of Rating Method

Explanation of Rating Method			
Types of Rates	Groups of Activities Funded	Types of land to be Rated (Local Government (Rating) Act, Schedule 2)	Basis of Rating (Local Govt (Rating) Act, Sched
<b>General Funding Rates</b>			
General Rates	<ul style="list-style-type: none"> <li>– Regulation</li> <li>– Governance &amp; Community Engagement (Climate Change)</li> </ul>	All Rateable Rating Units within the region.	Land Value
Uniform Annual General Charges	<ul style="list-style-type: none"> <li>– Regulation</li> <li>– Governance &amp; Community Engagement</li> </ul>	All Rateable Rating Units within the region.	Fixed Amount ( <i>Refer Note 1</i> )
<b>Targeted Rates</b>			
Subsidised Public Transport	Public Transport System and Total Mobility programme for disabled persons.	Those Rating Units within the urban areas of Napier, Hastings & Havelock North including Clive Township but excluding Bay View.	Land Value
Heretaunga Plains Control Scheme	<ul style="list-style-type: none"> <li>Catchment Works</li> <li>– Direct Benefit F1</li> <li>– Indirect Benefit F2</li> </ul>	<ul style="list-style-type: none"> <li>– Rating Units receiving direct benefit within Napier City and Hastings District from flood control measures.</li> <li>– All Rating Units within Napier City and Hastings District.</li> </ul> <i>(For categories of the rateable land refer to Section 12 of the Asset Management Plan available at <a href="http://www.hbrc.govt.nz">www.hbrc.govt.nz</a>)</i>	Capital Value
Upper Tukituki Catchment Control	Catchment Works	All Ratings Units in Central Hawke’s Bay District on a graduated basis. Also, Rating Units on the southern boundary of Hastings District Council. <i>(For categories of the rateable land refer to Section 12 of the Asset Management Plan available at <a href="http://www.hbrc.govt.nz">www.hbrc.govt.nz</a>)</i>	Land Value
Central & Southern Rivers & Streams	Catchment Works	All Ratings Units in the region excluding Wairoa District.	Capital Value
Wairoa River & Stream	Catchment Works	All Rating Units in the Wairoa District.	Capital Value
Various Stream & Drainage Schemes	Catchment Works	Rating Units identified receiving benefit from specific stream and drainage works. Some on graduated basis. <i>(For categories of the rateable land refer to Section 12 of the Asset Management Plan available at <a href="http://www.hbrc.govt.nz">www.hbrc.govt.nz</a>)</i>	Land Value Area and Fixed Amo <i>(Refer Note 1)</i>

## Explanation of Rating Method

Continued: Explanation of Rating Method			
Types of Rates	Groups of Activities Funded	Types of land to be Rated (Local Government (Rating) Act, Schedule 2)	Basis of Rating (Local Govt (Rating) Act, Sch
<b>Targeted Rates</b>			
Animal and Plant Pest Control	Biosecurity  Regional Animal Pest Management Strategy	All rateable rural land containing 4.0469 hectares in the region excluding Rating Units greater than 200 hectares where more than 90% of the land is covered in indigenous vegetation which will be zero rated. A differential rate will be applied to those Rating Units that have between 40 and 400 hectares where more than 75% of the land is covered in production forestry, also any production forestry Rating Units over 400 hectares.	Area
Sustainable Land management	Land Management and Monitoring	All rateable rural land containing 4.0469 hectares in the region other than property titles subject to QE11 Open space Covenants which are zero rated.	Area
Plant Pest Strategy	Regional Plant Pest Management Strategy	All rateable rural land containing 4.0469 hectares in the region excluding Rating Units greater than 200 hectares where more than 90% of the land is covered in indigenous vegetation which will be zero rated.	Area
Healthy Homes - Clean Heat Financial Assistance	Management of the scheme to encourage the replacement of open fire or wood burners with more efficient form of heating and where necessary the installation of insulation.	All Rating Units in Napier and Hastings within the affected airshed.	Land Value
Clean Heat & Insulation Loans	Repayment of loans to ratepayers to insulate homes and replace open fires or non-compliant woodburners.	Those ratepayers who have opted for a loan to be repaid over 10 years with interest as a fixed amount through a Targeted Differential rate.	Dollar Amount

## Explanation of Rating Method

Continued: Explanation of Rating Method			
Types of Rates	Groups of Activities Funded	Types of land to be Rated (Local Government (Rating) Act, Schedule 2)	Basis of Rating (Local Govt (Rating) Act, Schedule 3)
Economic Development Rate	To fund economic and tourism development in the region	30% of the total rates are funded by the Commercial/Industrial Rating Units based on the Capital Value. The remaining 70% is collected from residential and rural Rating Units as a Uniform Annual Charge. The Wairoa District ratepayers' contribution is limited to 5% of the total rate.	Capital Value  Fixed Amount ( <i>Refer to Note 2</i> )
Emergency Management	Funding of the Hawke's Bay Civil Defence Emergency Management (CDEM) Group Office to manage the provision of effective CDEM consistent with the CDEM Act 2002	All Rating Units in the region with the exception of Rangitikei and Taupo districts	Fixed Amount ( <i>Refer to Note 1</i> )

**Note 1:** A Uniform Annual General Charge (UAGC) or Uniform Annual Charge (UAC) is set on each separately used or inhabited part of a rating unit within the region.

**Note 2:** A Uniform Annual Charge (UAC) on each rateable property.



## Details of Rates Calculated

Details of Rates Calculated within each District and City							
General and Uniform Annual General Rates							
Groups of Activities / Rate Type	Districts	Rates set on	Differentials	Calculation Factor	Estimated Rates Revenue 2016-17	Estimated Amount of \$100,000 applicable LV or CV, fixed amount or specified area basis per property	2015-16 Rate
<b>General Rate</b>							
	Napier City	Land Value		0.00875	\$402,979	\$8.75	\$420,891
	Hastings District	Land Value		0.00913	\$702,052	\$9.13	\$726,167
	Wairoa District	Land Value		0.00867	\$91,408	\$8.67	\$95,716
	Central H B District	Land Value		0.00861	\$228,826	\$8.61	\$233,010
	Taupo District	Land Value		0.00993	\$6,678	\$9.93	\$6,965
	Rangitikei District	Land Value		0.01393	\$3,731	\$13.93	\$3,894
	<b>Estimate of Projected Valuation</b>			0.00866	\$1,435,674		\$1,486,643
<b>Uniform Annual General Rate</b>							
	Napier City	Fixed Amount	26,664	31.82	\$848,448	\$31.82	\$799,130
	Hastings District	Fixed Amount	32,218	31.82	\$1,025,177	\$31.82	\$964,054
	Wairoa District	Fixed Amount	6,371	31.82	\$161,136	\$31.82	\$154,843
	Central H B District	Fixed Amount	5,064	31.82	\$202,725	\$31.82	\$192,095
	Taupo District	Fixed Amount	24	31.82	\$764	\$31.82	\$542
	Rangitikei District	Fixed Amount	6	31.82	\$191	\$31.82	\$120
	<b>TOTAL</b>		<b>70,347</b>		<b>\$2,238,441</b>		<b>\$2,110,784</b>

## Details of Rates Calculated

Details of Targeted Rates Calculated within each District and City							
Groups of Activities / Rate Type	Districts	Rates set on	Differentials	Calculation Factor	Estimated Rates Revenue 2016-17	Estimated Amount of \$100,000 applicable LV or CV, fixed amount or specified area basis per property	2015-16 Rate
<b>SUBSIDISED PUBLIC TRANSPORT</b>							
	Napier City	Land Value		0.02540	\$1,027,829	\$25.40	\$1,031,421
	Hastings District	Land Value		0.02651	\$817,059	\$26.51	\$813,467
	<b>Estimate of Projected Valuation</b>			0.02513	\$1,844,888		\$1,844,888
<b>RIVER CONTROL</b>							
			<b>Benefit</b>				
<b>Heretaunga Plains Flood Control Scheme</b>							
	Napier City	Capital Value	Direct	0.01174	\$780,582	\$11.74	\$774,714
	Napier City	Capital Value	Indirect	0.00285	\$284,256	\$2.85	\$282,332
	Hastings District	Capital Value	Direct	0.01210	\$936,970	\$12.10	\$898,317
	Hastings District	Capital Value	Indirect	0.00293	\$451,838	\$2.93	\$434,681
	Estimate of Project Valuation		Direct	0.01150			
	Estimate of Project Valuation		Indirect	0.00279			
	<b>TOTAL</b>					\$2,453,646	\$2,390,044
<b>Upper Tukituki Catchment Control Scheme</b>							
	Central H B District	Land Value	F1 100	0.64837	\$139,064	\$648.37	\$135,738
	Central H B District	Land Value	F2 75	0.48628	\$209,914	\$486.28	\$201,991
	Central H B District	Land Value	F3 50	0.32419	\$96,220	\$324.19	\$94,977
	Central H B District	Land Value	F4 25	0.16210	\$131,493	\$162.10	\$126,120
	Central H B District	Land Value	F5 10	0.06477	\$78,826	\$64.77	\$74,754
	Central H B District	Land Value	F6 1	0.00648	\$97,573	\$6.48	\$88,364
	Central H B District	Land Value	U1 25	0.16210	\$37,332	\$162.10	\$38,159
	Central H B District	Land Value	U2 15	0.09726	\$5,414	\$97.26	\$5,645
	Central H B District	Land Value	U3 10	0.06484	\$13,404	\$64.84	\$14,252
	Central H B District	Land Value	U4 1	0.00649	\$7,488	\$6.49	\$7,912
	Hastings District	Land Value	F5 10	0.06879	\$1,461	\$68.79	\$1,365
	Hastings District	Land Value	F6 1	0.00689	\$2,942	\$6.89	\$2,760
	<b>TOTAL</b>					\$821,131	\$792,037

## Details of Rates Calculated

Details of Targeted Rates Calculated within each District and City							
Groups of Activities / Rate Type	Districts	Rates set on	Differentials	Calculation Factor	Estimated Rates Revenue 2016-17	Estimated Amount of \$100,000 applicable LV or CV, fixed amount or specified area basis per property	2015-16 Rate
<b>RIVER CONTROL</b>		<b>Benefit</b>					
<b>Wairoa River &amp; Streams Scheme</b>							
	Wairoa District	Capital Value		0.01062	\$182,038	\$10.62	\$177,598
<b>Central &amp; Southern Area Rivers &amp; Streams</b>							
	Napier City	Capital Value		0.000876	\$87,563	\$0.88	\$86,989
	Hastings District	Capital Value		0.000902	\$139,108	\$0.90	\$134,062
	Central HB District	Capital Value		0.000858	\$35,584	\$0.86	\$34,778
	Taupo District	Capital Value		0.000948	\$823	\$0.95	\$828
	Rangitikei District	Capital Value		0.001240	\$426	\$1.24	\$420
	<b>Estimate of Projected Valuation</b>			0.000858	\$263,504		\$257,077
<b>STREAMS AND DRAINS</b>							
- Napier, Meeanee & Puketapu	Napier City	Land Value	Urban	0.02956	\$801,352	\$29.56	\$765,680
	Napier City	Land Value	Industrial	0.11822	\$191,173	\$118.22	\$184,212
	Hastings District	Land Value	Rural	0.03085	\$15,003	\$30.85	\$14,250
	<b>TOTAL</b>					\$1,007,528	
- Karamu & Tributaries	Hastings District	Land Value	Urban	0.03999	\$928,303	\$40.00	\$885,060
	Hastings District	Land Value	Industrial	0.15997	\$334,377	\$159.97	\$323,818
	<b>TOTAL</b>					\$1,262,680	

## Details of Rates Calculated

Details of Targeted Rates Calculated within each District and City							
Groups of Activities / Rate Type	Districts	Rates set on	Differentials	Calculation Factor	Estimated Rates Revenue 2016-17	Estimated Amount of \$100,000 applicable LV or CV, fixed amount or specified area basis per property	2015-16 Rate
<b>STREAMS AND DRAINS</b>							
– Raupare Enhancement	Hastings District	Area	1097 hectares	12.65	\$13,877	\$12.65	\$13,877
– Raupare Twyford	Hastings District	Land Value	Rural	0.06993	\$156,193	\$69.93	\$167,570
– Haumoana	Hastings District	Land Value	Rural	0.12597	\$148,226	\$125.97	\$144,610
– Tutaekuri, Waimate & Moteo	Hastings District	Land Value	Rural	0.17590	\$236,144	\$176.09	\$223,834
– Pakowhai Brookfields	Hastings District	Land Value	Rural	0.19876	\$144,656	\$198.76	\$144,656
– Puninga	Hastings District	Land Value	Rural	0.22526	\$79,336	\$225.26	\$79,336
– Brookfields Awatoto	Napier City	Land Value	Urban	0.19616	\$99,090	\$196.16	\$96,306
	Napier City	Land Value	Industrial	0.78462	\$54,806	\$784.62	\$53,837
	<b>TOTAL</b>				<b>\$932,328</b>		<b>\$924,026</b>
– Muddy Creek	Hastings District	Land Value	Urban	0.10644	\$212,007	\$106.44	\$206,717
	Hastings District	Land Value	Industrial	0.42577	\$38,575	\$425.77	\$37,752
	<b>TOTAL</b>				<b>\$250,582</b>		<b>\$244,469</b>
– Karamu Drainage Maintenance	Hastings District	Fixed Amount	5,806	11.16	\$64,787	\$11.16	\$61,702
– Karamu Enhancement	Hastings District	Fixed Amount	5,806	10.43	\$60,566	\$10.43	\$57,682
– Poukawa Drainage Special Rating Scheme	Hastings District	Land Value	PO1	0.66844	\$34,582	\$668.44	\$33,252
	Hastings District	Land Value	PO2	0.11140	\$1,672	\$111.40	\$1,607
	Hastings District	Land Value	PO3	0.02228	\$736	\$22.28	\$708
	<b>TOTAL</b>				<b>\$36,990</b>		<b>\$35,567</b>
– Porangahau Flood Control	Central HB District	Land Value		0.012414	\$41,602	\$12.41	\$41,602
– Maraetotara Flood Maintenance	Hastings District	Capital Value		0.00965	\$12,277	\$9.65	\$11,978
– Kairakau Community Scheme	Central HB District	Uniform Charge	81 Rating Units	124.54	\$10,087	\$124.54	\$9,841

## Details of Rates Calculated

Details of Targeted Rates Calculated within each District and City							
Groups of Activities / Rate Type	Districts	Rates set on	Differentials	Calculation Factor	Estimated Rates Revenue 2016-17	Estimated Amount per hectare	2015-16 Rate
<b>DRAINAGE SCHEMES</b>							
<b>Paeroa Drainage Scheme Special Rating Area</b>							
	Wairoa District	Area Basis	P1	5639.36	\$15,348	\$56.39	\$12,676
	Wairoa District	Area Basis	P2	3665.58	\$4,558	\$36.65	\$5,569
	Wairoa District	Area Basis	P3	2537.70	\$999	\$25.37	\$1,596
	Wairoa District	Area Basis	P4	1973.77	\$986	\$19.73	\$1,378
	Wairoa District	Area Basis	P5	281.967	\$585	\$2.82	\$708
	<b>TOTAL</b>				<b>\$22,476</b>		<b>\$21,927</b>
<b>Ohuia Whakaki Drainage Rating Scheme</b>							
	Wairoa District	Area Basis	A	13641.65	\$40,413	\$136.41	\$38,489
	Wairoa District	Area Basis	B	10913.32	\$9,429	\$109.13	\$8,980
	Wairoa District	Area Basis	C	8184.99	\$5,759	\$81.84	\$5,484
	Wairoa District	Area Basis	D	4092.49	\$14,467	\$40.92	\$13,778
	Wairoa District	Area Basis	E	1364.16	\$3,163	\$13.64	\$3,013
	<b>TOTAL</b>				<b>\$73,232</b>		<b>\$69,745</b>
<b>Upper Makara Stream Catchment Special Rating Scheme</b>							
	Central HB District	Area Basis	A	15350.06	\$8,321	\$153.50	\$7,959
	Central HB District	Area Basis	B	12280.05	\$23,150	\$122.80	\$22,298
	Central HB District	Area Basis	C	9977.54	\$35,339	\$99.77	\$33,803
	Central HB District	Area Basis	D	5372.52	\$7,086	\$53.73	\$6,778
	Central HB District	Area Basis	E	767.50	\$16,202	\$7.68	\$16,941
	Central HB District	Area Basis	F	307.00	\$13,587	\$3.07	\$13,377
					<b>\$103,685</b>		<b>\$101,156</b>

## Details of Rates Calculated

Details of Targeted Rates Calculated within each District and City							
Groups of Activities / Rate Type	Districts	Rates set on	Differentials	Calculation Factor	Estimated Rates Revenue 2016-17	Estimated Amount of \$100,000 applicable LV or CV, fixed amount or specified area basis per property	2015-16 Rate
<b>DRAINAGE SCHEMES</b>							
<b>Esk River &amp; Whirinaki Stream Maintenance Scheme</b>						<b>Per hectare</b>	
	Hastings District	Area Basis	E1	1793.25358	\$4,143	\$17.93	\$4,042
	Hastings District	Area Basis	E2	1161.42308	\$1,715	\$11.61	\$1,673
	Hastings District	Area Basis	R11	1850.58290	\$571	\$18.51	\$557
	Hastings District	Area Basis	R12	7672.96003	\$357	\$76.93	\$348
	Hastings District	Area Basis	R13	24807.6389	\$357	\$248.07	\$348
	<b>TOTAL</b>				<b>\$7,144</b>		<b>\$6,969</b>
	Hastings District	Area Basis	W1	19023.80	\$5,875	\$190.23	\$5,595
	Hastings District	Area Basis	W2	11066.01	\$515	\$110.66	\$515
	Hastings District	Area Basis	W3	35777.78	\$515	\$357.78	\$515
	Hastings District	Area Basis	W4	21940.06	\$3,334	\$219.40	\$3,106
	Hastings District	Area Basis	W5	369.2249	\$147	\$3.69	\$147
	Hastings District	Area Basis	W6	4460.606	\$147	\$44.61	\$147
	Hastings District	Area Basis	W7	1582.795	\$147	\$15.83	\$147
	<b>TOTAL</b>				<b>\$10,680</b>		<b>\$10,172</b>
<b>Opoho Drainage/Stream</b>							
	Wairoa District	Fixed Amount	A	14477.0	\$14,477	\$14,477	\$14,124
	Wairoa District	Fixed Amount	B	5399.0	\$5,399	\$5,399	\$5,267
	Wairoa District	Fixed Amount	C	2159.0	\$2,159	\$2,159	\$2,107
	<b>TOTAL</b>				<b>\$22,035</b>		<b>\$21,498</b>

## Details of Rates Calculated

Details of Targeted Rates Calculated within each District and City							
Groups of Activities / Rate Type	Districts	Rates set on	Differentials	Calculation Factor	Estimated Rates Revenue 2016-17	Estimated Amount per hectare	2015-16 Rate
<b>DRAINAGE SCHEMES</b>							
<b>Te Ngarue Stream Flood Protection Scheme</b>							
	Hastings District	Area Basis	TN	3052.120	\$2,902	\$30.52	\$2,832
	Hastings District	Area Basis	TN1	18888.49	\$159	\$188.88	\$155
	<b>TOTAL</b>				<b>\$3,061</b>		<b>\$2,987</b>
<b>Kopuawhara Stream Flood Control Maintenance Scheme</b>							
	Wairoa District	Area Basis	A	16048.54	\$1,960	\$160.48	\$1,913
	Wairoa District	Area Basis	B	6419.42	\$3,977	\$64.19	\$3,880
	Wairoa District	Area Basis	C	3209.71	\$2,326	\$32.09	\$2,269
	Wairoa District	Area Basis	D	802.43	\$807	\$8.02	\$787
	<b>TOTAL</b>				<b>\$9,070</b>		<b>\$8,849</b>

## Details of Rates Calculated

Details of Targeted Rates Calculated within each District and City							
Groups of Activities / Rate Type	Districts	Rates set on	Differentials	Calculation Factor	Estimated Rates Revenue 2016-17	Estimated Amount 4.0468 hectare (10acre) property	2015-16 Rate
<b>BIOSECURITY</b>							
<b>Plant Pest Strategy</b>							
	Napier City	Area Basis	4,353	47.6670	\$2,075	\$1.93	\$2,055
	Hastings District	Area Basis	363,742	47.6670	\$173,385	\$1.93	\$169,298
	Wairoa District	Area Basis	263,984	47.6670	\$125,833	\$1.93	\$125,385
	Central HB District	Area Basis	305,221	47.6670	\$145,490	\$1.93	\$140,382
	Taupo District	Area Basis	22,006	47.6670	\$10,490	\$1.93	\$10,122
	Rangitikei District	Area Basis	24,569	47.6670	\$11,711	\$1.93	\$10,302
	<b>TOTAL</b>		<b>983,875</b>		<b>\$468,984</b>		<b>\$457,545</b>
<b>Regional Animal Pest Management Strategy</b>							
	Napier City	Area Basis	4,353	164.69	\$7,169	\$6.66	\$7,151
	Hastings District	Area Basis	296,171	164.69	\$487,751	\$6.66	\$482,366
	Wairoa District	Area Basis	208,486	164.69	\$343,346	\$6.66	\$335,348
	Central HB District	Area Basis	298,634	164.69	\$491,807	\$6.66	\$476,619
	Taupo District	Area Basis	8,102	164.69	\$13,343	\$6.66	\$12,794
	Rangitikei District	Area Basis	24,569	164.69	\$40,462	\$6.66	\$35,846
	<b>TOTAL</b>		<b>840,315</b>		<b>\$1,383,877</b>		<b>\$1,350,124</b>
<b>Sustainable Land Management</b>							
	Napier City	Area Basis	4,302	72.33572	\$3,112	\$2.92	\$2,778
	Hastings District	Area Basis	405,809	72.33572	\$293,545	\$2.92	\$246,390
	Wairoa District	Area Basis	278,527	72.33572	\$201,475	\$2.92	\$173,093
	Central HB District	Area Basis	304,575	72.33572	\$220,317	\$2.92	\$190,179
	Taupo District	Area Basis	35,062	72.33572	\$25,362	\$2.92	\$21,920
	Rangitikei District	Area Basis	22,253	72.33572	\$16,097	\$2.92	\$11,243
			<b>1,050,528</b>		<b>\$759,907</b>		<b>\$645,603</b>



## Details of Rates Calculated

Details of Targeted Rates Calculated within each District and City							
Groups of Activities / Rate Type	Districts	Rates set on	Differentials	Calculation Factor	Estimated Rates Revenue 2016-17	Estimated Amount 4.0468 hectare (10acre) property	2015-16 Rate
<b>BIOSECURITY</b>							
<b>Pest Control - Forestry</b>							
	Napier City	Area Basis	n/a	n/a	n/a	n/a	n/a
	Hastings District	Area Basis	66,177	54.1658	\$35,845	\$2.19	\$33,479
	Wairoa District	Area Basis	56,198	54.1658	\$30,440	\$2.19	\$31,666
	Central HB District	Area Basis	7,303	54.1658	\$3,956	\$2.19	\$3,695
	Taupo District	Area Basis	13,903	54.1658	\$7,531	\$2.19	\$7,035
	Rangitikei District	Area Basis					
	<b>TOTAL</b>		<b>143,581</b>		<b>\$77,772</b>		<b>\$75,876</b>

Details of Targeted Rates Calculated within each District and City							
Groups of Activities / Rate Type	Districts	Rates set on	Differentials	Calculation Factor	Estimated Rates Revenue 2016-17	Estimated Amount of \$100,000 land value per property	2015-16 Rate
<b>CLEAN HEAT &amp; SOLAR HOT WATER SCHEME</b>							
- Healthy Homes (Clean Heat Financial Assistance)	Napier City	Land Value		0.00830	\$351,706	\$8.30	\$352,797
	Hastings District	Land Value		0.00867	\$318,932	\$8.67	\$317,842
	<b>Estimate of Projected Valuations</b>				0.00821	\$670,638	
- Rates to repay loans to homeowners for clean heat, insulation and Solar Hot Water Scheme		\$10 per \$100 loan		\$10		\$10.00 per \$100 loan	

## Details of Rates Calculated

Details of Targeted Rates Calculated within each District and City							
Groups of Activities / Rate Type	Districts	Rates set on	Differentials	Calculation Factor	Estimated Rates Revenue 2016-17	Estimated Amount of \$100,000 applicable LV or CV, fixed amount or specified area basis per property	2015-16 Rate
<b>ECONOMIC DEVELOPMENT</b>							
	Napier City	Fixed Amount	23950	25.20751	\$603,707	\$25.21	\$520,800
	Hastings District	Fixed Amount	29770	25.20751	\$750,415	\$25.21	\$645,893
	Wairoa District	Fixed Amount	4815	20.82690	\$100,271	\$20.83	\$86,447
	Central HB District	Fixed Amount	6044	25.20751	\$152,342	\$25.21	\$132,163
	Taupo District	Fixed Amount	23	25.20751	\$580	\$25.21	\$371
	Rangitikei District	Fixed Amount	6	25.20751	\$151	\$25.21	\$87
	<b>TOTAL</b>		64608		\$1,607,466		\$1,385,761
	Napier City	Capital Value	Commercial/	0.01843	\$297,240	\$18.43	\$260,298
	Hastings District	Capital Value	Industrial	0.01898	\$354,184	\$18.98	\$299,541
	Wairoa District	Capital Value		0.02715	\$14,548	\$27.15	\$12,539
	Central HB District	Capital Value		0.01805	\$22,942	\$18.05	\$21,410
	<b>TOTAL</b>				\$688,914		\$593,788
<b>EMERGENCY MANAGEMENT</b>							
	Napier City	Fixed Amount	26664	16.8939	\$450,458	\$16.89	\$389,428
	Hastings District	Fixed Amount	32218	16.8939	\$544,287	\$16.89	\$469,797
	Wairoa District	Fixed Amount	6371	16.8939	\$107,631	\$16.89	\$93,611
	Central HB District	Fixed Amount	5064	16.8939	\$85,551	\$16.89	\$75,457
	<b>TOTAL</b>		70317		\$1,187,927		\$1,028,293

# HBRC's Charges

## Resource Management Charges

Section 36 of the Resource Management Act (RMA) enables local authorities to allocate fixed charges for various administrative and monitoring activities to specific resource users. These fixed charges can either be specific amounts or determined by charging scales.

There are five types of resource management charges and they relate to:

- consent applications
- compliance and monitoring
- zone based water management
- gravel extraction
- contaminated sites

### 1. Charges Relating to Resource Consent Applications

(Other than non-notified gravel extraction applications)

Charges for receiving, processing and deciding on applications for:

- resource consents
- certificates of compliance
- changes to, cancellation of, or review of resource consent conditions
- transfers of resource consent

and are comprised of a fixed charge payable in advance (a deposit) and an additional charge payable once the application has been decided. An additional fixed charge will be required before notification, and the start of a hearing, if the application requires these processes.

#### Fixed Charges for Processing Resource Consent Applications

Tables 1 and 1a set out the fixed charges payable for processing resource consent applications. These fees are charged in accordance with Section 36(1)b of the RMA.

Section 36(7) of the RMA specifies that where a fixed charge has not been paid, Hawke's Bay Regional Council HBRC need not perform the action to which the charge relates until it has been paid in full. HBRC can suspend processing an application until a fixed charge has been paid.

**Table 1: Fixed charges payable for processing resource consent applications**  
(other than Non-notified Gravel Extraction Applications - see Table 3 page 59)

Item	Initial Fixed Fee - Payable upon Lodgment (excl GST)	Additional Charge - Payable subsequent to processing
– Land use application for bore permit – Other consent applications (where 3 or more bores are to be drilled for the same purpose on the same site (or in close proximity) an application can be made for a bore field consent with a deposit of \$1000) <sup>2</sup>	– \$180 – \$1000	– N/A – Based on actual and reasonable costs <sup>1</sup>
Minor administrative changes or cancellations of consent conditions	\$200	N/A
Other changes or cancellations of consent conditions	\$500	Based on actual and reasonable costs <sup>1</sup>
Review of conditions as specified in resource consents	\$320	Based on actual and reasonable costs <sup>1</sup>
Transfer a consent to another site	\$400	Based on actual and reasonable costs <sup>1</sup>
Extensions to lapsed dates for land use consents and onsite domestic waste water, less than 2m <sup>3</sup> a day	\$100	N/A
Extensions to lapsed dates	\$200	Based on actual and reasonable costs <sup>1</sup>
Transfer of resource consent (1 only, with transfer form completed and signed) to a new owner/occupier	\$85	Based on actual and reasonable costs for non-standard process <sup>1</sup>
Transfer of resource consent (2 or more, with transfer form completed and signed) to a new owner/occupier, or change of name	\$110	Based on actual and reasonable costs for non-standard process <sup>1</sup>

## HBRC's Charges

Table 1 Continued: Fixed charges payable for processing resource consent Applications (other than Non-notified Gravel Extraction Applications - see Table 3 page 59)		
Item	Initial Fixed Fee - Payable upon Lodgment (excl GST)	Additional Charge - Payable subsequent to processing
Certificate of compliance: - Bore sealing - Other	- no charge - \$300	- N/A - Based on actual & reasonable costs <sup>1</sup>
On-site wastewater system where the application is made in conjunction with an accredited designer on a low risk site	\$260	N/A
Renewal of Category 1 domestic on-site wastewater consents (with a good compliance history, and a verified history of complete wastewater system maintenance servicing by an accredited installer/service agent).	\$260	Based on actual and reasonable costs <sup>1</sup>
Renewal of all other (Category 2) domestic on-site wastewater consents.	\$260	Based on actual and reasonable costs <sup>1</sup>
Confirmation of domestic on-site wastewater Permitted Activity status	\$131.25	N/A

Table 1a: Fixed Charges for Resource Consent Applications Requiring Notification or a Hearing				
Application Type	Type of Fixed Fee (excl GST)			Additional Charge – Payable subsequent to processing
	Initial Fixed Fee	Fixed Fee: Payable upon notification	Fixed fee: Payable 5 days before hearing	
Individual resource consent application (including applications for ancillary activities)	\$1000	\$5000	\$5000	Based on actual and reasonable costs <sup>1</sup>
Application processed as part of a catchment wide replacement process	\$1000	\$1500	\$1500	Based on actual and reasonable costs <sup>3</sup>
Request for Independent Commissioner under s 100A	Fixed fee payable on requesting a Commissioner			Additional Charge - Payable subsequent to processing
Fixed fee payable on requesting an independent commissioner	\$3000 per commissioner			Based on actual and reasonable costs <sup>1</sup> of additional cost incurred as a result of using an independent commissioner

**Note 1:** Actual and Reasonable Costs include time spent by staff in receiving, processing and deciding on the applications, hearing costs and any external disbursements (which shall include any external expert advice from consultants at cost). Staff costs shall be calculated by multiplying the actual hours involved in receiving, processing and granting a consent by the hourly rates for the staff involved and adding any actual disbursements (as in Table 6); and adding any hearing costs and any costs of consultants and commissioned reports; and then subtracting the fixed charge that was paid in advance and any renewal fees that have been paid in advance. The total calculated amount shall then, if necessary, be adjusted to reflect HBRC's actual and reasonable costs having regard to the factors referred to in section 36(4) of the RMA and any relevant discounts. (This does not apply to applications which are not subject to additional charges or refunds).

**Note 2:** Where a bore field consent is issued for 3 or more bores, bore inspection and compliance administration shall be carried out at an hourly \$118 per hour.

**Note 3:** Where an activity requires multiple ancillary consents, and the application will be processed in a bundle, HBRC may require payment of only one initial fixed fee (deposit). The deposit shall be equal to the highest deposit required for any of the applications required, as per Table 1.

## HBRC's Charges

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### Additional Resource Consent Charges

In addition to these fixed charges, in most cases additional charges will be payable subsequent to processing, in accordance with Section 36(3) of the RMA.

### Refunds

Except for applications for bore permits, minor administrative changes or cancellations, and certificates of compliance, a portion of the charge as set out in Tables 1 and 1a will be remitted if the actual cost of receiving, processing and deciding on the application is less than that already paid.

### Hearings

HBRC is conscious of the cost that can be incurred by applicants when a resource consent application goes to a hearing. Therefore, the HBRC Hearings Committee will carefully assess the number of members who will participate in each hearing. The numbers involved in a hearing panel will usually range from three to a maximum of five. Where a hearing is required, the following charges shall be payable by the applicant, except for those costs incurred under s100A of the RMA:

- actual meeting fee allowances at the rate approved by the Remuneration Authority, which is currently \$80.00 an hour for each committee member other than the chairman who is paid \$100.00 an hour, for each of the elected and tangata whenua appointed Committee members participating in the hearing (a six hour hearing with a hearing panel of three members would, therefore, incur meeting fee allowances for the hearing of \$1,560);
- actual mileage for committee members travelling to and from the hearing at the rate approved by the Remuneration Authority which is currently 74¢ a kilometre;
- actual accommodation costs where it is cheaper for a committee member to stay overnight rather than return home;
- actual meeting fee allowances for each of the committee members attending and participating in a formal site inspection, or any meeting subsequent to the hearing for formal deliberations;
- mileage and accommodation costs associated with any formal site inspection or deliberation meetings;
- actual costs (including disbursements) of any commissioner appointed by the Minister of Conservation's representative;

- the actual cost of staff attendance at a hearing (typically the Reporting Officer, hearings administrator, decision writer, relevant technical officers, and the Manager Consents or the Group Manager Resource Management);
- the costs associated with the use of an independent hearing commissioner where the use of a commissioner has been occasioned<sup>1</sup> by the application. The apportionment of costs when an independent hearing commissioner is requested by an applicant and/or submitters is noted below. Independent hearing commissioner costs will be calculated on an actual and reasonable basis and include fees for disbursements, reading the application material, site visit, hearing attendance, deliberations and drafting the decision.
- the costs for photocopying, hall hire, catering (for the Panel and Decision Writer), and any administration services relating to hearings and deliberations will be recovered from the applicant on a case-by-case basis.

### Independent Hearing Commissioners (s100A)

Applicants and/or submitters now have the ability to request that independent commissioners hear and decide publicly or limited notified applications. If an applicant makes the request, he or she is responsible for paying all costs associated with the use of the independent commissioner (as noted above). In accordance with s36(1)(ab), if one or more submitters requests an independent commissioner (and the applicant does not), those submitters are responsible for paying the extra costs incurred as a result of an independent commissioner being used (compared with the cost of using an elected member).

If a request is made for an independent commissioner, a fixed charge of \$3000 a commissioner shall be paid at the time of the request. The actual and reasonable costs of the commissioner will also be charged as an additional charge in accordance with Section 36(3) of the RMA. HBRC decides which accredited independent commissioner(s) will be appointed to the hearing panel.

## HBRC's Charges

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### Hearing Decision Writers

The following charges shall be payable by the applicant except for those costs incurred under s 100A of the RMA:

- The cost of the decision writer to attend the hearing and deliberations, and the decision writing time.
  - Where the decision writer is an independent commissioner sitting as a panel member, the commissioner's time to attend the hearing, deliberate and write the decision will be charged at actual cost.
- Where an independent consultant is engaged as the decision writer their time to attend the hearing and deliberations, and to write the decision will be charged at the same rate as if a HBRC senior consent planner were undertaking the work.

### Charging for Consultants

- Where the use of consultants is required to provide particular technical input to the consent process the applicant will be responsible for the actual costs charged by the consultant.

### Contribution to the costs of Commissioning Reports in accordance with Section 92(2)

HBRC may, from time to time, commission reports in accordance with Section 92(2) of the RMA, to determine the cumulative effects of an activity according to resource consent applications. Where the activity meets the following criteria, the HBRC may contribute to the costs of preparing the report to a maximum of 25%, up to a maximum of \$5000.

The HBRC's contribution is at the discretion of the Group Manager, Resource Management, and the following criteria must be met for a discount to be considered:

- The commissioned report must directly inform a plan change that the HBRC has committed to in the applicable Long Term Council Community Plan, and/or
- The commissioned report must develop a method, or provide information that is applicable to sites beyond the immediate scope of the application, and

- The commissioned report must contain information that is of benefit to the regional community as a whole.

## 2. Charges to Holders of Resource Consents for Compliance and Impact Monitoring

Charges for the monitoring, administration and supervision of resource consents have been determined based on an estimate of the time for carrying out the inspection/s, assessment, reporting and administration associated with that monitoring.

### Basic Charge

Consent holders whose consents require no more than a single annual inspection, and/or information return, and/or a single sampling undertaken by HBRC staff at the same time as the inspection will be charged as in Table 2. Table 2 does not include water takes with a water measuring device. Consent holders should check the conditions of the consent to determine whether sampling, water use or other information is required.

These charges are invoiced after inspection for one-off inspections, or at the end of the financial year for the consents that either have more than one inspection or ongoing monitoring throughout the year.

## HBRC's Charges

Table 2: Monitoring Task (excluding water takes with water measuring device)	Fixed Basic Annual Charge (Excl GST)
Inspection and associated reporting and administration	\$413
Inspection and associated reporting and administration of unmetered water takes	\$314
Additional inspection, reporting and administration charges where a resource consent authorises groundwater takes from more than two wells	\$75 - each additional well over 2.
Additional inspection, reporting and administration charges where additional consents under the same ownership and invoiced collectively, within 5km of each other, and able to be inspected on the same day	\$250 - each additional consent.
Sampling time (sampling analysis will be at cost – see Table 6)	\$118
Other information returns	\$118

An additional charge will only be made to consent holders whose consents fall under the description for the basic charge, where extra compliance monitoring is required as a result of non-compliance with consent conditions or where extra time is spent following up suspected non-compliance where a consent holder has not supplied sufficient information to demonstrate compliance.

## Water Measuring Device Charges

Charges to holders of resource consents to take water which require a water measuring device.

Table 2a: Monitoring Water Measuring Devices	Annual Charge (Excl GST)
Sampling time (sampling analysis will be at cost – see Table 6)	\$118
– Water use returns & Audits – Telemetered, Web/Text entry	\$200
– Each additional water measuring device	\$ 30
– Water use returns & Audits – Fax/Email/Standard Mail	\$242
– Each additional water measuring device	\$ 66
Where water measuring devices do not meet HBRC's approved devices criteria or are not installed by an approved installer, a full compliance audit will be undertaken and charged as per Table 2.	\$413
Non-exercised consent	\$ 92

An additional charge will only be made where extra compliance monitoring is required as a result of non-compliance with consent conditions or where water takes require additional monitoring or data returns over and above water use returns.

## Actual and Reasonable Charge

Consent holders whose consents are subject to more than a single inspection a year and/or are subject to specific conditions, will be subject to the basic charge for the first inspection plus an additional charge based on the actual and reasonable costs to undertake the total annual monitoring activity.

For new consents, the consent holder will be advised of the likely annual monitoring costs when the consent is issued; thereafter the previous year's monitoring costs will act as an indication of monitoring costs.

## HBRC's Charges

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### Additional Charges for Compliance Monitoring

Where an additional charge is to be made, this shall be calculated by multiplying the actual hours involved in undertaking monitoring of the consent by the hourly rate for the staff involved and adding any actual disbursements (as in Table 6). The total calculated shall then, if necessary, be adjusted to reflect HBRC's actual and reasonable costs having regard to the factors referred to in section 36(4) of the RMA.

### Incentives for Full Compliance

When a consent holder consistently achieves full compliance (a Grade 1 in two consecutive years) the frequency of on-site monitoring may be reduced. An annual inspection may reduce to once every two years or more if the scale of the activity and continued compliance warrants it. Quarterly inspections may reduce to six monthly inspections. The reduction in frequency will be at the discretion of the Manager of Resource Use. Random inspections may be undertaken at no cost to the consent holder to ensure continued compliance during the intervening period.

### Monitoring of Domestic On-site Wastewater Treatment Systems Charges

Consent holders with an on-site wastewater treatment system type that is not on the HBRC's Accredited Manufacturer list, and who do not have that system installed and serviced by a person or company on the Accredited Installer and Service Agent list will be subject to an annual monitoring cost of \$413.

Consent holders with an on-site wastewater treatment system type that is on the HBRC's accredited list and is installed and maintained by an accredited installer/service person or company will not be subject to routine compliance inspection fees.

### Charges to holders of Resource Consents for Low Flow Monitoring

For holders of consents to take water where the abstraction is subject to low flow limits (directly or via gallery intake or wells), the cost of monitoring the low flows will be recovered for each water take subject to low flow restrictions (excluding frost consents that are from the same take point as an irrigation consent, held in the same name):

- A charge of \$100 each primary consent (excl GST)
- Should the fixed charges not cover the actual and reasonable costs associated with the low flow monitoring programme an additional charge shall be added to all consents subject to the low flow charge to recover the actual and reasonable costs incurred.

### 3. Charges to holders of Resource Consents for Freshwater Management Research/Investigations and Monitoring (Zone Based Water Science Charges)

HBRC policy is to recover 35% of the total costs of investigation and monitoring of freshwater resources from holders of resource consents to take or dam water, or to discharge into water or onto land in a manner that may enter water. This recognises that while all residents of the region receive benefits from the sustainable management of our freshwater resources, resource users receive greater benefits than other land owners. As part of the 2010/11 Annual Plan development the HBRC consulted on the proposed charging with all current consent holders.

#### Allocation of Charges

The costs attributed under this charged are derived from the water investigation and monitoring projects with a proposed total cost to be recovered from consent holders of \$1,509,000 excl GST in 2015/16 and \$1,487,000 in excl GST in 2016/2017. HBRC has agreed to directly subsidise \$87,000 from the HBRC's Sale of Land (non-investment account). This subsidy (\$87,000) will be available up to 2014/15. A S36 calculator table to be included in the final consultation document.

Costs are recovered from consent holders using a zone based approach. Twenty per cent of the costs will be charged as a fixed portion and distributed uniformly among all current consent holders. The remaining 80% of the costs are separately attributed to the five major categories of relevant consent holders (surface water takes, groundwater takes, (stream depleting – hybrid SW/GW), hydro water takes, discharges to water, or discharges to land). Charges are weighted levied against



## HBRC's Charges

individual allocated volume  $m^3$  for water takes, and a pollution index score for discharge consents.

Charges are **weighted levied** against consented volumes not actual use, non-exercised/partially exercised consents do not **receive dispensation discounted**. HBRC will be excluded from these charges.

The pollution index score for each discharge subtype will be reviewed yearly **and performed** by a suitably qualified scientist.

Charges are **struck levied** against the current consent holder at the time of invoicing, **no** yearly apportioning **will apply to new consents**. **Charges lie where they fall.**

Charges are payable by the date specified on the invoice. **the 2 to 5 year payment plan trialled in 2011/12 is not offered due to the low take up rate.**

Domestic onsite wastewater consents from a single domestic dwelling are excluded from the charging. A 25% discount **is struck against applies to** the irrigation component of dam fill consents.

### 4. Charges for Gravel Extraction Land Use Consents

#### Charges for Non-notified Applications

A charge payable in advance for receiving, processing and deciding on non-notified land use consent applications to extract gravel:

- 0-50 cubic metres \$20
- 50 cubic metres and over \$80

(For charges for notified gravel extraction land use consents, see Table 1 and associated text.)

#### Compliance Monitoring, Administration Charges and Financial Contributions

Compliance monitoring, administration charges and financial contributions are based on the volume of gravel extracted; the source of the gravel; and its quality. The categories include:

- inferior grade material (as determined by HBRC staff)
- material extracted from above the confluence of the Tukipo and Mangaonuku River tributaries of the Tukituki and Waipawa rivers (Upper Tukituki catchment)

- all other material.

The financial contribution is established in the Regional Resource Management Plan under Section 108 of the Resource Management Act 1991.

Resource consent charges for gravel extraction are due and payable monthly on the same day as extraction declarations.

**Table 3: Gravel Extraction Charges based on \$ per Cubic Metre Extracted per annum (Excluding GST)**

	State of Environment Monitoring Charge (\$35 of RMA)	Compliance / Allocation Charge (\$36 of RMA)	Financial Contribution (\$108 of RMA)	Total
Upper Tukituki catchment	No charge	\$0.20	No charge	\$0.20
Inferior grade	\$0.12	No charge	\$0.08	\$0.20
All Other	\$0.12	\$0.60	\$0.08	\$0.80

### 5. Charges Relating to Contaminated Site Management

These charges are set in accordance with section 150 of the Local Government Act 2002.

Where a party requests information about the 'contaminated site' status of a property	A charge of \$200 An additional charge based on actual and reasonable costs may apply if a site inspection is required
Where a party requests HBRC review and comment on contaminated site investigation and remediation reports	Actual and reasonable charges will apply
Where a party requests more extensive involvement of HBRC staff	A charge based on the actual and reasonable costs of staff time incurred

# HBRC's Charges

## Building Act Charges

The processing of building consents for dams and issuing of project information memoranda (PIMs) for dams and administering dam safety regulations are new statutory functions for the HBRC under the Building Act (2004) and its amendments. Dam safety regulations become operative on 1 July 2010. Amounts stated for Building Act charges below are exclusive of GST.

### PIM costs

A fixed charge (deposit) is payable in advance, and an additional charge may be payable once the application has been decided. The fixed charge for this is listed in Table 3a.

## Building Consent Costs

This function has been transferred to Waikato Regional Council. The transfer agreement specifies that Building Consent costs will be recovered on an actual and reasonable basis, with hourly rates and fixed charges from Waikato Regional Council. These charges are set and recovered directly by Waikato Regional Council. Any HBRC processing costs not associated with the Building Act will be charged as specified in Table 1 under Resource Management Charges.

## Certificate of Acceptance Costs

This function is retained by HBRC, but Waikato Regional Council will provide technical advice into the process. A fixed charge (deposit) is payable in advance, and an additional charge may be payable once the application has been decided. The fixed charge for this is listed in Table 4.

## Department of Building and Housing and Building Research Authority of New Zealand Levies

Department of Building and Housing (DBH) and Building Research Authority of New Zealand (BRANZ) levies were required by regulation on 1 March 2008. These levies may change in accordance with amendments made to regulations. The Hawke's Bay

Regional Council (HBRC) is required to collect and pay DBH and BRANZ levies as regulated for all Building Consent Applications and Certificate of Acceptance Applications.

The following fees apply to all building work with an estimated value greater than \$20,000 - DBH levy – \$1.97 for every \$1000 (or part of \$1000) of the estimated value of the building work. BRANZ levy – \$1.00 for every \$1000 (or part of \$1000) of the estimated value of the building work.

## Additional Building Act Charges

Where an additional charge is to be made, the charge will be recovered on an actual and reasonable basis. This shall be calculated by multiplying the actual hours involved in undertaking monitoring of the application by the hourly rate for the staff involved and adding any actual disbursements (as in Table 4).

An additional charge will apply to:

- all PIMs, Certificate of Acceptance Applications, and Amendment to a Compliance Schedule applications when the fixed charge does not cover the costs of processing.
- all other unspecified Building Act duties that deal with its application, processing or compliance, and are attributable directly to a dam. These charges are payable by the owner of a dam.

**Table 4: Fixed Charges for Building Act Applications (Excluding GST)**

Item	PIM	Certificate of Acceptance	Amendment to Compliance Schedule
Large Dam (above \$100,000 value)	\$1000	\$4000	\$1000
Medium Dam (\$20,000 to <\$100,000 value)	\$750	\$2000	\$1000
Small Dam (\$0 to <\$20,000 value)	\$500	\$500	\$1000

# HBRC's Charges

## Maritime Transport & Navigation Charges

### Standard Charges under the Maritime Transport Act 1994 - Marine

#### Tier 1 Oil Transfer Sites

Maritime Rule Part 130B requires that the operator of an oil transfer site obtain the approval for a site marine oil spill contingency plan from the Director of Maritime New Zealand. The power to approve these plans has been delegated by the Director to the Chief Executive (sub-delegated to HBRC regional On Scene Commanders) of HBRC in an Instrument of Delegation pursuant to Section 444(2) of the Maritime Transport Act 1994. Section 444(12) of the Maritime Transport Act 1994 allows HBRC to charge a person a reasonable fee for:

- Approving Tier 1 site marine oil spill contingency plans and any subsequent amendments
- Inspecting Tier 1 sites and any subsequent action taken thereafter in respect of preparation of inspection reports or reporting on non-conformance issues.

Tier 1 Site operators shall be charged a basic charge of \$291 per Tier 1 Marine Oil Spill Contingency Plan approval. Where the cost incurred by HBRC when approving a contingency plan is greater than \$350, the Tier 1 Site operator will be charged the actual and reasonable cost.

Inspecting Tier 1 sites, auditing response exercises and subsequent follow up reports and corrective actions shall be charged the actual and reasonable cost of the required work.

Actual and reasonable charges shall be calculated using the hourly rates listed in Charge Rates section, Table 6 Page 60.

#### Navigation and Safety By-laws Charges

The Local Government Act enables HBRC to charge for various functions it undertakes in accordance with the Navigation and Safety By-laws.

A fixed charge of \$145 will be charged to all vessels requiring a hot-work permit to be issued outside the hours of 8am – 4pm on a normal working day.

Internal and external costs incurred responding to breaches of Navigation and Safety By-laws, securing of vessels, responding to unseaworthy vessels or sinking vessels, and other tasks required to be undertaken to ensure safe navigation can be maintained, shall be charged actual and reasonable costs (Table 5) to the master, owner or person who caused the cost to be incurred.

Table 5: Navigation and Safety Charges	
Licence Type Vessels not Under Safe Ship Management	Annual Charge Payable in Advance (Excluding GST)
<b>Passenger Vessel Licence</b>	
– Passenger Vessel Owner's Licence	\$70.00
– Passenger Vessel Licence (per vessel)	\$40.00
<b>Hireboat Licence</b>	
– Hireboat Owner's licence	\$70
<b>Hireboat Licence (per craft)</b>	
– Kayak	\$6.00
– Windsurfer	\$7.00
– Rowing boat	\$10.00
– Sail boat	\$20.00
– Jetski	\$20.00
– Powerboat	\$40.00
<b>Pilot-exemption Recommendations/Revalidation</b>	
– Overall Vessel Length less than 65 metres	\$200.00
– Overall Vessel Length between 65 and 125 metres	\$300.00
<b>Applications for Suspension or Exemptions under Bylaw 5.1</b>	
– Public Notification	Actual Advertising Costs

## HBRC's Charges

### Charges for the Preparation of, or Change to the Regional Policy Statement or a Regional Plan

Applicants for the preparation of or change to the Regional Policy Statement or any regional plan will be subject to the following fixed charge payable in advance: \$1000 (excl GST).

If the actual costs incurred by HBRC in preparing, varying or changing the Regional Policy Statement or any regional plan exceed the charge payable in advance, then these costs may be recovered by way of an additional charge. The additional charge shall be based on actual costs as calculated by multiplying the actual hours involved in preparing or changing the Regional Policy Statement or any regional plan by the hourly rates for staff involved (see Table 6), adding any actual disbursements (see Table 6) and subtracting the charge referred to above. The total calculated amount shall then, if necessary, be adjusted to reflect HBRC's actual and reasonable costs having regard to the factors referred to in section 36(4) of the Maritime Transport Act 1994 (MTA). An additional charge is levied under subsection 36(3) of the MTA. Such charges are subject to objection and appeal under section 36(6) of the MTA.

### Charges for the Provision of Information

The Regional Council (HBRC) shall charge for the provision of information in respect of the Regional Policy Statement, regional plans and resource consents as follows.

- The first hour of time spent actioning a request for information on each or any occasion relating to the same general matter or issue arising from the Regional Policy Statement, regional plans or resource consents shall be provided free of charge.
- HBRC reserves its rights under section 13 of the Local Government Official Information and Meetings Act 1987 (LGOIMA) to charge for the provision of information above one hour. HBRC delegates the decision for treating requests made by the same person and in quick succession as one request, to the Chief Executive.
- In accordance with the LGOIMA, HBRC does not consider requests for explanations in its definition of information requests.

- Staff time spent actioning any request over and above the time provided free of charge shall be charged at the rates set out in Table 4. HBRC may also choose to require payment in advance.
- The first 20 pages of black and white photocopying on standard A4 or A3 paper shall be provided free of charge.
- Where the total number of pages of photocopying is in excess of 20 then the rates set out in Table 6 will apply.

Item	Per Hour
Executive	\$129
Asset Management Regional Assets	\$ 99
Environmental Science	\$ 100
Strategic Direction	\$ 96
Environmental Regulation	
– Resource consent processing	\$130
– Resource consent administration	\$ 88
– Compliance/impact monitoring of consents and Approving, monitoring & auditing of Tier 1 Marine Oil Spill Contingency Plans and monitoring of Resource Management Act regulations.	\$118
– Client Services	\$ 88
– Water Information Services	\$ 83
Environmental Information	\$ 79
Land Management	\$ 86
Disbursement costs shall be charged at the rates set out below:	
– Accommodation	– \$150 a night per person
– Public notification	– Actual advertising costs
– Photocopying	– 20c per A4 page B&W 40c per A4 page colour 30c per A3 page B&W 70c per A2 page B&W
– External laboratory testing	– actual cost
– Consultant fees	– actual cost

## HBRC's Charges

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### Other Information

#### Charges by the Crown

HBRC is responsible for collecting the following Crown fees, rents and royalties in addition to its charges:

In the Coastal Marine Area:

- Restricted coastal activity application fees as specified;
- Extraction of sand and gravel - \$1.51 excluding GST per cubic metre royalty;
- Rent for the occupation of land from the Crown;
- Geothermal royalties.

#### Due Dates for Payment

- Charges payable in advance for consent applications are due on the filing of an application.
- Charges payable for photocopying of less than \$20 are due on collection of the copies.
- All other charges will be due and payable on the 20th of the month following date of the invoice.

#### Cost of Debt Recovery

All debt collection costs incurred by HBRC in relation to the activities covered in [this section](#) shall be borne as a debt by the party whose actions caused the initial charge.