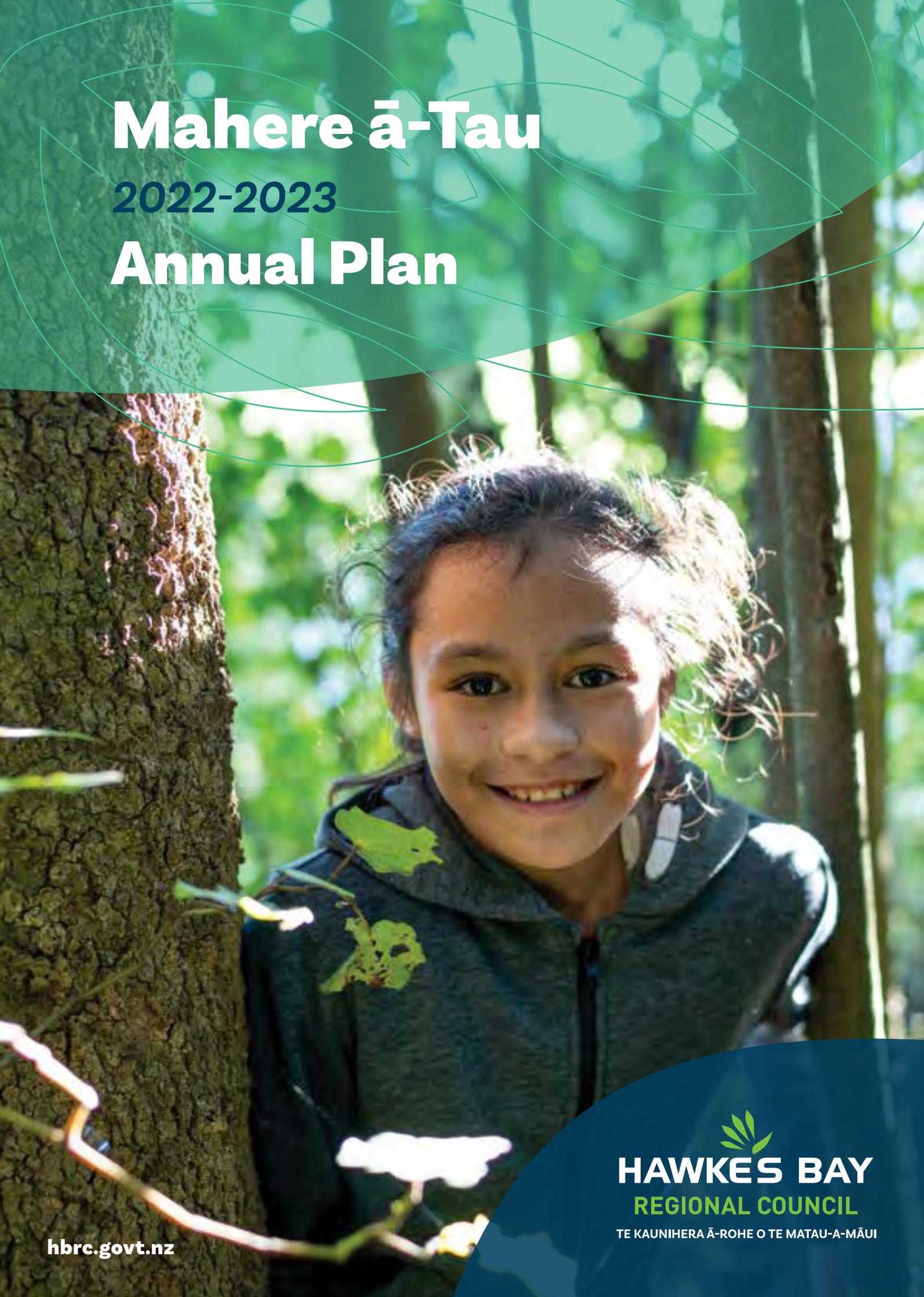


Mahere ā-Tau

2022-2023

Annual Plan



PŪ RĀKAU

*Te ara i whanatu ai rā
Pū rākau e tū mai nei
E piki ki runga
kia mārama ahau
Kei raro ko Te Matau
Te whakatikanga ake ki runga rā
Ka titiwha te rehu tai
Te ara i whanatu ai rā*

*Ko te kura ki ahau
hei tohu noa ake ki te kura
i te rehu tai
Te whakawhiti o te rā
Te whakaāio whenua
Hoki muri mai au ki te iwi
Te ara i whanatu ai rā*

*On the path most travelled
Behold the grove of trees
I ascend so that I may see clearly
Below is Te Matau
And as I rise to go forth
a light shines through the sea spray
upon the path of the myriads*

*I retain this plume
as a symbol of the legacy
beyond the spray of the sea
Causing the sun to shine
and spreading peace over the land
I now return to the people
upon the trodden path*



Te Kupenga (The Net) is a roopu (group) that comprises the Māori specialist teams from the five Hawke's Bay councils.

In 2019, Te Kupenga approached Tuirina Wehi, a Wairoa-based composer for a waiata composition that could be used by council staff and elected representatives.

That waiata is Pū Rākau.

The kupu (lyrics), rangi (tune) and mita (rhythm, pace) can be used on any occasion. It is illustrative of the current state of our taiao (environment) and uses metaphors to imply a desired state and legacy for future generations.



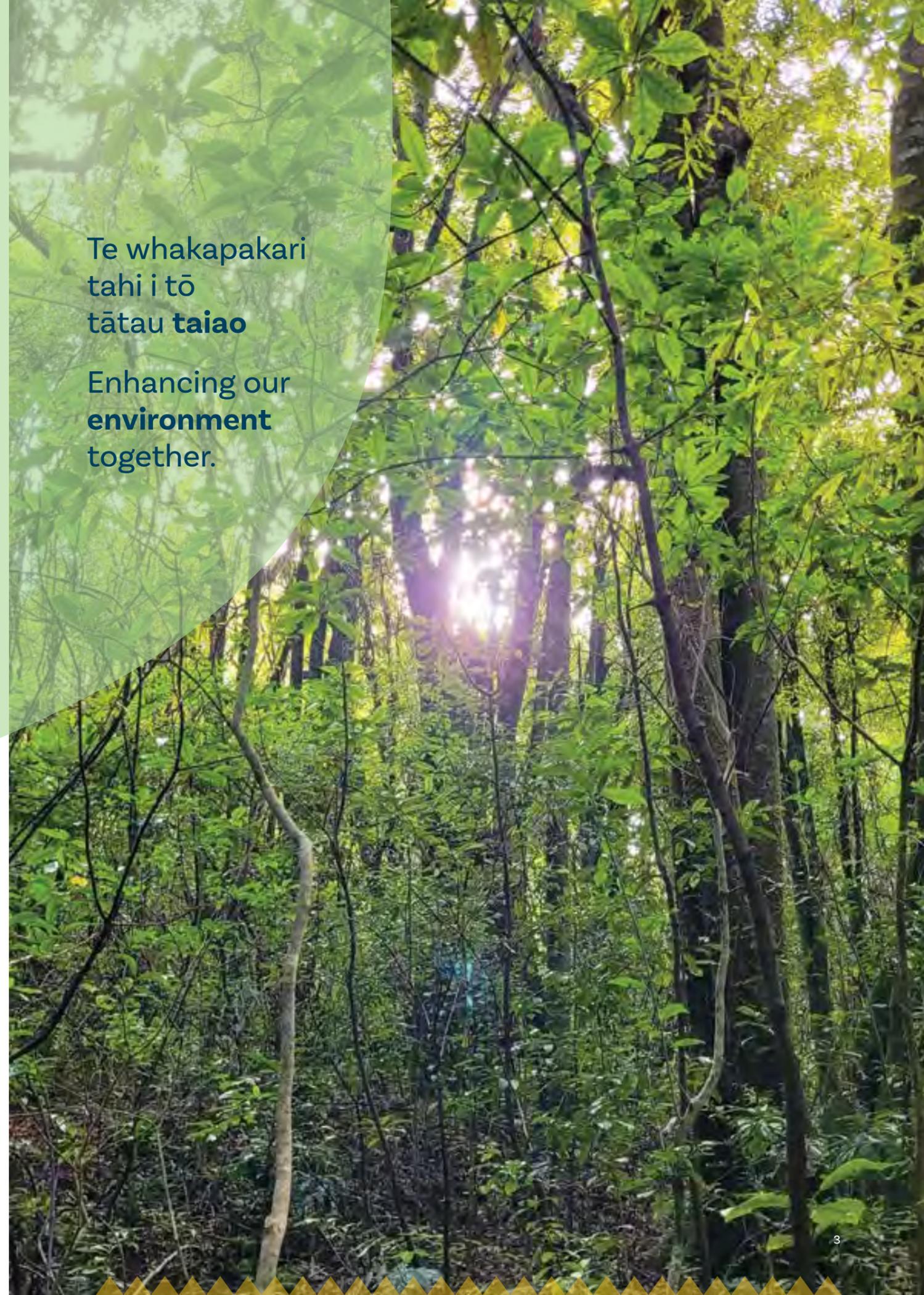
INSIDE

Part 1 - Introduction	4
Part 2 - What's happening this year	16
Part 3 - Rates and expenditure	26
Part 4 - Financials	28

ISBN 978-0-947499-51-8 HBRC Publication Number 5394

**Te whakapakari
tahi i tō
tātau taiao**

**Enhancing our
environment
together.**



The growing reality of a changing climate

Kia ora koutou

The reality of a changing climate is becoming more pressing and urgent.

This is reinforced by climate change predictions and reports, and our own first-hand experiences of major floods, rising sea levels and swells, and recent droughts.

This year's work programme is the next step in our regional journey for Hawke's Bay of building capacity and capability, adapting to the pace of climate-related, and environmental change we're seeing.

We are continuing the step-change approach we set in motion in 2018, where *Facing Our Future* laid the foundations for us to build a more capable and resilient council organisation, not just in response to climate change, but across our focus on land and freshwater, biodiversity, and numerous other work programmes.

We face challenging headwinds along the way, acknowledging the global effects of Covid-19 on our country, our community, our activity plans, and the Council's own workforce.

Our team of field staff, technical specialists and supporting roles is hard at work with local communities and with our funding partners on the environmental projects that are making a difference across the region. There's more on that in Part 2 pages 16-23 of this plan.

We encourage you to read on to learn more about our work, including the Kotahi Plan to better protect our land, water and biodiversity, and a shift to strengthen our focus on partnerships and co-governance. You'll also find a detailed picture of our rates, expenditure and financial plans.

Please read the message that stands alongside this introduction, from our Māori Committee Co-Chairs Michelle McIlroy and Mike Paku.

As an organisation, we continue to be affected by the limited availability of new staff and the materials needed to deliver our projects, such as the sourcing of young plants and trees, and materials for our infrastructure projects.

Nevertheless, we are pressing forward with our action plans and reprioritising resources. We will build our momentum – and despite increasing costs – hold to this year's 15% rate increase for 2022-23, set in last year's Long Term Plan 2021-2031.

Our relationships throughout the region and with our national partners continue to help us achieve much more than would otherwise be possible, and for which we are grateful.

Our door is open – we welcome your engagement with the Council and our Councillors through meetings, phone calls, social media and at hbrc.govt.nz

Ngā mihi nui



Rick Barker
Toihau
Chair



James Palmer
Tumu whakarāe
Chief Executive

Te Wero Kōkiri Āhuarangi Climate Action Challenge

This year sees an increased focus on climate action as we align our local response to the recently released Draft National Adaptation and Emissions Reduction plans.

As part of our Long Term Plan 2021-2031 a dedicated role for climate action was resourced for the first time. The new Climate Action Ambassador will play a leadership role in coordinating action towards the Regional Council achieving its goal of becoming carbon neutral by 2025 and the regional goal for Hawke's Bay to become carbon neutral by 2050.

We are working hard to make our region more resilient to climate change. Some of this work is visible to the public, such as how we respond to coastal hazards, flood protection and water

security. Some is not so visible, with an excellent environmental information base and team of scientists informing our work.

The Government passed the Climate Change Response (Zero Carbon) Amendment Act 2019 and Hawke's Bay Regional Council declared a climate emergency for the Hawke's Bay region on 26 June 2019. The Government declared a climate emergency on 2 December 2020.

Local government has responsibilities to adapt to, and mitigate, the effects of climate change under the Resource Management Act 1991 and Local Government Act 2002, whereas central government leads policy to mitigate (reduce) greenhouse gas emissions.

HE KUPU NĀ NGĀ TOIHĀU KŌMITI MĀORI

MESSAGE FROM THE MĀORI
COMMITTEE CO-CHAIRS

Great opportunities for partnership

*E kore tātau e mōhio te whakatohu nui
o te wai kia mimiti rawa i te puna.*

*We will never know the true worth of water
until the spring has been wrung dry.*

Professor Wharehuia Milroy

Let us first acknowledge in the past year the extraordinary efforts of Māori across the rohe to lift their Covid-19 vaccination rates, and the significant efforts of our health and service providers including Taiwhenua and Ngāti Kahungunu Iwi Incorporated to strengthen our community resilience to limit the effects of Covid-19.

As we look ahead, we see and strongly support the 'All Governors' approach that is emerging, with our Regional Councillors, the Māori Committee, and Regional Planning Committee tangata whenua members. This signals an exciting, precedent-setting, and watershed development across our region.

We anticipate the 2022 local government elections and the two new Māori constituencies, Māui ki te Tonga and Māui ki te Raki, which have recently been formed. This is a great opportunity for Māori on the Māori electoral roll, right across Te Matau-a-Māui, to promote, support, and through the elections, invest in the two people who will represent their hopes and aspirations for Māori in the Regional Council's decision-making processes.

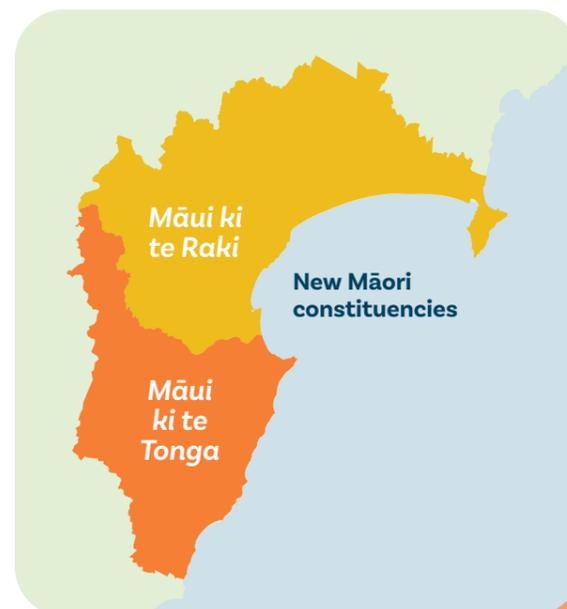
The focus on land, air, and our water also extends to Tangaroa. This is history in the making, an unprecedented time for Māori, the opportunity that is now in front of us, the tidal wave of legislated reform, changes to the Resource Management Act, Three Waters, and the shape of Local Government. Any one of us can view it as an opportunity or

alternatively an unwelcome guest. Either way, it is happening, and Māori need to assign their best minds to comprehend the change, lead-out on what is important and critical, and influence by mass the right decisions and pathway forward.



Mike Paku and Michelle McIlroy

Ngā Toihau - Kōmiti Māori
Māori Committee Co-Chairs



*This is history in
the making, an
unprecedented
time for Māori.*

Our planning cycle

The Annual Plan 2022-2023 corresponds to year two of the Long Term Plan cycle.

This plan covers the period from 1 July 2022 until 30 June 2023. For more detail, we recommend you read this plan alongside the Long Term Plan 2021-2031.

Long Term Plan

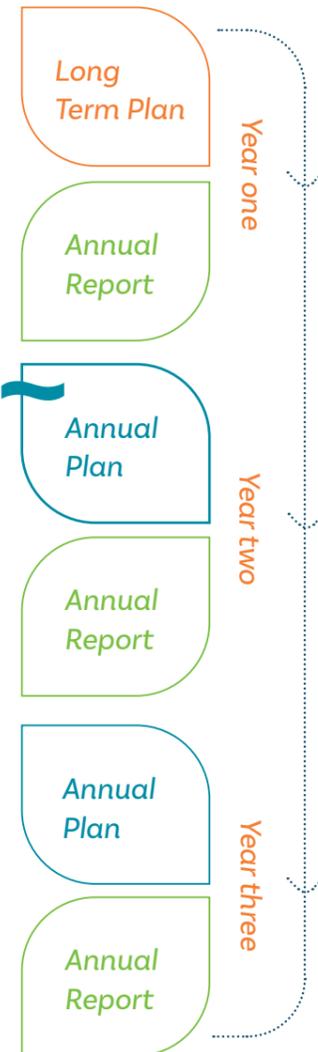
This is a 10-year plan that is reviewed every three years. It lets you know what we are going to do, why, and how we are going to fund it.

Annual Plan

This is produced in years two and three of each Long Term Plan cycle. It includes the work programme and budgets for the year, sets your rates for that year, and highlights any variances from Long Term Plan forecasts.

Annual Report

This is produced following the end of each financial year. It lets you know whether we did what we said we would do in the previous year.



This plan for 2022-2023 is consistent with the direction we set in the Long Term Plan 2021-2031.

The full Long Term Plan is available online or at Regional Council offices in Napier, Taradale, Waipawa, and Wairoa.

[hbrc.govt.nz](https://www.hbrc.govt.nz), search: #documents

Ō tātau kaikaunihera Our councillors

Wairoa
Charles Lambert
Councillor Wairoa

Ngaruroro
Jerf van Beek
Councillor Ngaruroro

Ahuriri Napier
Martin Williams
Councillor Napier

Hinewai Ormsby
Councillor Napier

Neil Kirton
Councillor Napier

Heretaunga Hastings
Rick Barker
Chair Hastings

Craig Foss
Councillor Hastings

Jacqueline Taylor
Councillor Hastings

Tamatea Central Hawke's Bay
Will Foley
Deputy Chair Central Hawke's Bay

Our next local election is on Saturday 8 October 2022.

Elections are held every three years by postal vote. This election is special for Hawke's Bay Regional Council as for the first time we have Māori constituencies.

This follows community consultation, hearings, and a representation review in 2021. We will have 11 councillors (up from nine) to be elected from seven constituencies - five general and two Māori constituencies.

Candidate nominations open on 15 July 2022 and close 12 August (12 noon) 2022. Voting papers will be sent to all eligible voters from 16 September. Voting closes at 12 noon on 8 October 2022.

Te whakapakari tahi i tō tātau taiao

Enhancing our environment together.

Our vision and values

Our vision

We want a healthy environment and a resilient and prosperous community.



Healthy Environment



Resilient Community



Prosperous Community

Our values

We believe in:

Partnership and collaboration

We work with our community in everything we do.

Accountability

We hold ourselves accountable to deliver results, be responsive to community expectations, and the best use of ratepayers' funds and assets.

Transparency

We report on what we do and the value this delivers for our community.

Excellence

We set our sights and expectations high, and never stop striving to do better.

Our purpose

We work with our community to protect and manage the region's precious taonga of rivers, lakes, soils, air, coast and biodiversity for health, wellbeing, and connectivity.

Our focus

We prioritise:

WATER quality, safety, and climate-resilient security.

Te kounga o te wai, te haumarutanga me te mārohirohi ā-āhuarangi o te whakamarutanga.

Water is a life-giving, life-supporting taonga, it must be carefully managed for the region to prosper and provide a high standard of living. Water quality is essential for abundant, healthy aquatic life.



WATER

Climate-smart and sustainable LAND use.

Kia koi, kia toitū hoki te whakamahinga o te whenua.

Farmers and growers are the primary stewards of the region's natural resources - only when they succeed can HBRC and the region succeed.



LAND

BIODIVERSITY

Healthy, functioning, and climate-resilient BIODIVERSITY.

Kia ora, kia āhei, kia mārohirohi ā-āhuarangi hoki te rerenga rauropi.

Healthy, functioning ecosystems – from our mountains to sea ki uta ki tai – underpin the vitality of our region. This includes habitat restoration alongside plant and animal pest control, and attention to the sensitive coastal marine environment.



INFRASTRUCTURE & SERVICES

Sustainable and climate-resilient INFRASTRUCTURE & SERVICES.

Kia toitū, kia mārohirohi ā-āhuarangi hoki ngā ratonga me ngā hanganga ā-whare.

High performing regional infrastructure enables the region's natural and human resources to deliver goods and services that underpin the prosperity and wellbeing of the Hawke's Bay community.



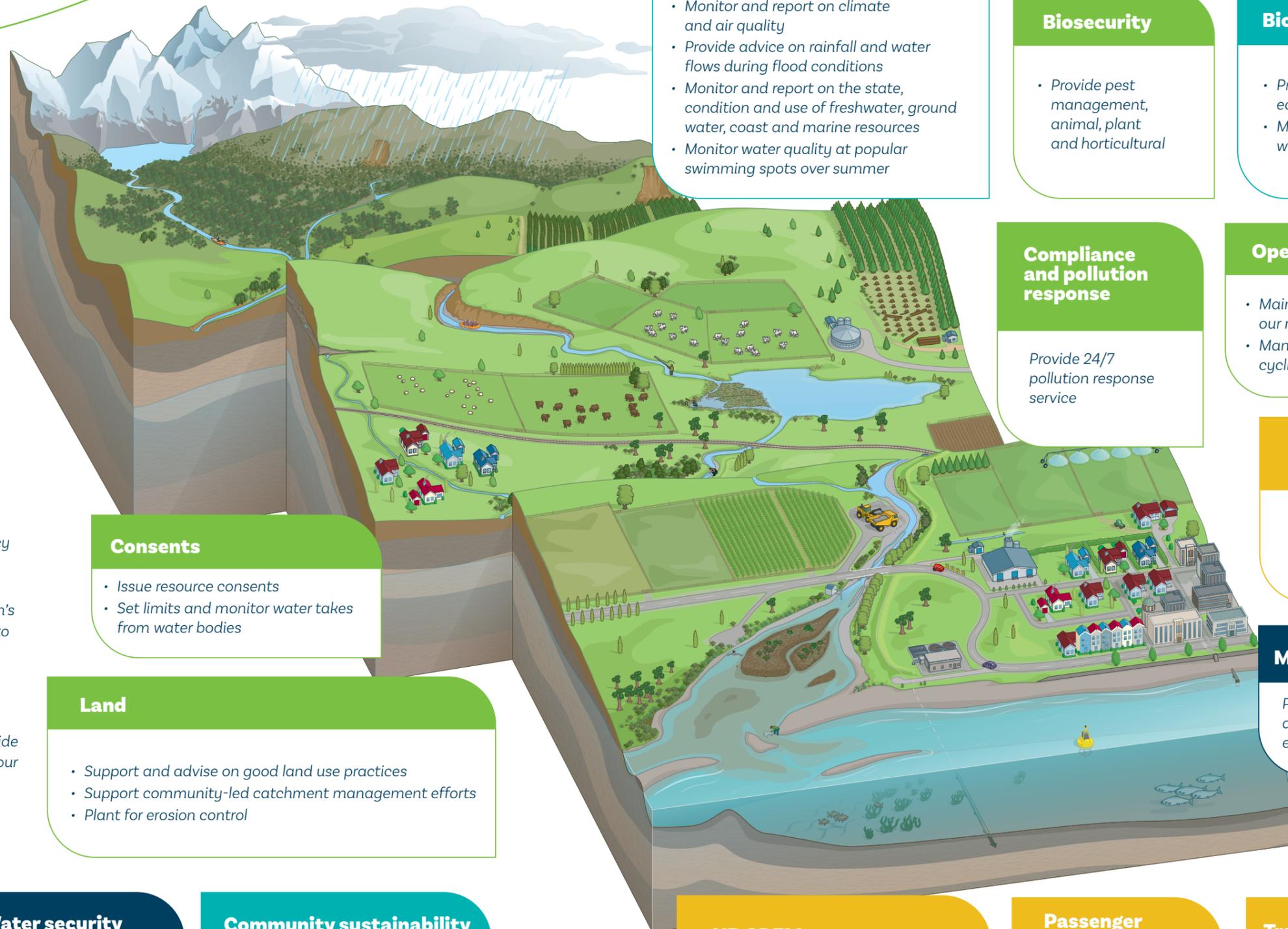
The work of the Hawke's Bay Regional Council

New Zealand has 16 regional and unitary councils, of which Hawke's Bay Regional Council is one. These councils are responsible for Aotearoa's natural environment.

We manage the effects that people and animals have on freshwater, land, air, and coastal water, as well as biodiversity, regional parks, flood protection, emergency management, environmental education, and regional transport.

Our Regional Council works with the region's industries, farmers, iwi, and communities to ensure the sustainable use, development, and protection of our environment to support a strong regional economy.

We have over 320 staff working from four locations across the region. Our staff provide the information and expertise to support our Councillors in making sound decisions for the region.



Environmental science

- Monitor and report on climate and air quality
- Provide advice on rainfall and water flows during flood conditions
- Monitor and report on the state, condition and use of freshwater, ground water, coast and marine resources
- Monitor water quality at popular swimming spots over summer

Biosecurity

- Provide pest management, animal, plant and horticultural

Biodiversity

- Protect prioritised ecosystem sites
- Manage and develop wetlands

Compliance and pollution response

Provide 24/7 pollution response service

Open spaces

- Maintain and develop our regional parks
- Manage and develop cycling trails

Consents

- Issue resource consents
- Set limits and monitor water takes from water bodies

Business support

Fund Hawke's Bay Tourism and Regional Economic Development Agency

Land

- Support and advise on good land use practices
- Support community-led catchment management efforts
- Plant for erosion control

Maritime safety

Provide marine safety advice, education, and enforce regulations

Flood management

- Manage gravel
- Deliver flood control and drainage schemes
- Provide flood risk assessment and warning

Water security

- Develop water storage and management solutions
- Encourage efficient and effective water use

Community sustainability

- Work to reduce HBRC's carbon footprint and reduce region's footprint
- Provide Sustainable Homes and Heat Smart funding programmes.
- Deliver environmental education

HB CDEM

- Administer the Hawke's Bay Civil Defence Emergency Management group
- Operate 24-hour CDEM and HBRC duty management service

Passenger transport

- Deliver Total Mobility taxi service
- Deliver public bus and on-demand transport services

Transport planning & road safety

- Regional transport planning
- Coordinate road safety education

The big picture

As a regional council, it's our role to look after the environment. One of the ways we do this is by creating plans with the community for things like freshwater, climate change, and biodiversity. It's very important to us to hear from the community so our plans reflect the values of the community, while also fitting into the national picture for the environment.

Our plans need to fully consider:

- The Resource Management Act 1991 (RMA), which is focused on 'sustainably managing the physical and natural resources in the region'.
- National Policy Statements, which provide national direction on how to manage resources sustainably.
- National Planning Standards, which make sure that council plans are easier to understand and are consistent across different councils.
- National Environmental Standards, which set out technical methods, standards or requirements, and provide consistent rules across the country.

Changes in national policy

Central government updated its National Policy Statement on Freshwater Management in 2020 (NPSFM 2020). The updated policy requires regional councils to give effect to the concept of Te Mana o Te Wai in plans and policy statements, and in doing so councils must develop a plan for maintaining and improving the state of freshwater in the region. It also requires councils to:

- set long-term visions for water informed by aspirations of tangata whenua and communities
- actively involve tangata whenua in freshwater management such as the preparation of policy statements and plans
- investigate options for tangata whenua involvement in other RMA processes
- establish Freshwater Management Units for monitoring and reporting purposes.

This means we've got a huge opportunity to develop our partnerships with tangata whenua and work alongside our community as we create a plan to achieve a collective vision for the region's future. We're planning on doing this through one regional plan, which we're calling Kotahi.

How will we engage with the community?

Kotahi will involve everyone in Hawke's Bay, as it sets out how we are going to use and protect our precious natural and physical resources.

We will work with tangata whenua and alongside our community to ensure their values are woven throughout the plan. We will engage area by area, with dedicated people for each of these catchments:

- Wairoa/
Northern Coast
- Mohaka
- Esk/
Central Coast
- Tūtaekurī/Ahuriri/
Ngaruroro/Karamū
- Tukituki
- Pōrangahau/
Southern Coast

Te Mana o Te Wai

Kotahi will incorporate Te Mana o Te Wai - the fundamental concept that underpins the NPSFM 2020 and reflects the vital importance of freshwater. It imposes a hierarchy of obligations that prioritise how freshwater must be managed.

The hierarchy is:

- the health and wellbeing of the water
- the health needs of people (such as drinking water)
- the ability of people and communities to provide for their social, economic and cultural wellbeing.

What is Kotahi?

Kotahi will combine and update the existing Regional Policy Statement, the Regional Resource Management Plan and the Regional Coastal Environment Plan into one, while also giving effect to the new policies, planning and technical standards from central government. It will look at all aspects of the environment including land and freshwater, air, the coastal and marine area, climate change, biodiversity, urban form and development, natural hazards and risks, energy, transport, and infrastructure.

Kotahi will be produced as an ePlan*.

*An ePlan is an online interactive document that allows users to search for a particular property and see the rules and policies that apply to that particular property. The National Planning Standards (2019) require councils to have an ePlan.

Kotahi timeline

Councils must notify changes to policy statements and plans by 31 December 2024. We are undertaking work in four phases:

WE ARE HERE

PHASE 1 (2021):

Prioritise regional issues and establish scope; nurture relationships with tangata whenua.

PHASE 2 (2021-2022):

Identify values and long-term visions; set plan direction, and establish policy approach.

PHASE 3 (2022-2023):

Set limits, targets, and methods; test solutions.

PHASE 4 (2024):

Final drafting and notification of Kotahi for public feedback.

Working in your area

Hawke's Bay Regional Council staff undertake a wide range of day-to-day work to protect and enhance our environment. Highlighted below is some further work planned for our region in 2022 and 2023.

Wairoa

Staff based in our Wairoa office work with landowners and the community across the Wairoa district to support good farming practices, sustainable land use, and to protect and enhance the environment.

- In Mohaka catchment we will continue to work in partnership with Ngāti Pahauwera Development Trust (who are taking the lead on behalf of Mohaka iwi) to develop the Mohaka freshwater catchment chapter for Kotahi. Read more about our Kotahi Plan in the preceding pages.
- We will work with Wairoa District Council and the Matangairau Reserves Board to understand the community's vision and start by planning for a regional park in Wairoa, having brought forward some of our funding to accelerate the project.

Tamatea-Central Hawke's Bay

Our team based in our Waipawa office are typically out and about in Central Hawke's Bay working with landowners to give support and provide advice on good land use practices. This includes assisting landowners to develop Erosion Control Plans and then implementing actions in the plans to help control erosion and improve water quality.

- We will work in partnership with the Pōrangahau Catchment Group and the QEII National Trust to deer fence and undertake pest control within four high biodiversity areas within the Pōrangahau Catchment. This work is part of a three-year \$4.9 million Freshwater Improvement Fund project. We will also continue to support other community catchment groups in the area.
- We will continue to remove gravel from the Upper Tukituki River to improve flood protection in Central Hawke's Bay. Decreased demand for gravel has seen a build-up of gravel (aggradation) within the Upper Tukituki scheme. Extracting gravel from the riverbeds helps increase river capacity and reduces the risk of water inundation of neighbouring properties during a flood. The Resilient River Communities project is being undertaken in a staged process, expected to be completed by the end of 2023. It is co-funded by central government to support local employment while building community resilience.
- We will continue to work on setting up a Managed Aquifer Recharge (MAR) trial in Central Hawke's Bay to determine whether MAR is a viable water storage option and can contribute to water security in the area. The five-year pilot would see water from the Waipawa River diverted during high flows, piped from gravel near the river to infiltration ponds and a bore to recharge the deep and shallow aquifer, mimicking nature as closely as possible. The trial is part of our Regional Water Security Programme, supported by Kānoa, the Government's Regional Economic Development and Investment Unit.

Ahuriri-Napier and Heretaunga-Hastings

Our main offices are in Dalton and Station Streets, Napier, and our depot is at Guppy Road, Taradale. Staff also work from the purpose-built HB Civil Defence Emergency Management Group Coordination Centre in Hastings.

- We will continue to explore above ground, medium-scale water storage options in the Ngaruroro catchment for and on behalf of the community that prioritise water and community resilience, particularly in the context of climate change projections and growing demand for water. These investigations are part of our Regional Water Security Programme, supported by Kānoa, the Government's Regional Economic Development and Investment Unit.
- Planning for the Ahuriri Regional Park will start, following the establishment of a collaborative governance model and bringing our funding forward a year. The Park is to be developed on Napier City Council land at Lagoon Farm to address water quality issues in the estuary, as well as enhance biodiversity, and cultural and recreational benefits for the community.
- We will work with stakeholders to develop urban catchment plans for Te Karamū and Ahuriri to help improve water quality, particularly in relation to land drainage and stormwater management, and to improve biodiversity. New catchment advisor roles will lead the development and implementation of the catchment plans.
- We will continue to review and increase flood protection across the river areas of Tūtaekurī, Ngaruroro, Lower Tukituki and Clive as part of the Heretaunga Plains Flood Control Scheme – Resilient River Communities project. Co-funding from central government has enabled us to accelerate our work in increasing flood protection from the current 1% chance a flood will happen in any given year to a 0.2% chance (a 1 in 100 to 1 in 500-year flood event). The programme is taking place over the next nine years, with the co-funding strengthening eight stop bank projects by late 2023. The co-funding aims to support local employment while building community resilience.
- We will continue to work in partnership on the development of the Hawea Historical Park. The Park is located beside the Karamū Stream, near Pākōwhai. We co-own and co-manage it in collaboration with four hapū – Nga hapū o Kohupātiki, Matahiwi, Ruahāpia and Waipatu.



Spotlight on

On-demand public transport – Hastings

We are trialling an on-demand public transport service called MyWay Hawke's Bay as an alternative to some bus routes in Hastings, launched in June 2022.



The service replaces routes 16A, 16B and 17, and increases the urban Hastings service area for the year-long trial. Passengers can order rides through an app or by making a phone call. We are working through options and support for those that don't have access to a cell phone or landline to book the service.

Public buses on other routes within and between Hastings and Napier are continuing normal services.

The trial will extend to some areas in Napier in 2023 if the Hastings pilot is successful.

HBRC is responsible for providing accessible, useful public transport to Hawke's Bay residents and contracts bus services. Major changes are needed to revitalise public transport in the region – bus patronage has been declining over several years in both Hastings and Napier – and we want to reduce emissions from transport. Transport accounts for nearly 90% of our household emissions.

An on-demand service provides a more sustainable transport option by reducing reliance on private cars and is more flexible and responsive to people's needs. Everyone in the trial area is close to a bus stop – a maximum of about 200 metres away.

The trial was consulted on during our Long Term Plan 2021-2031. We will continue to learn from Environment Canterbury who launched their successful on-demand public transport service pilot in Timaru in June 2020.



Coastal communities around New Zealand are increasingly affected by coastal hazards.

Spotlight on

Clifton to Tangoio Coastal Hazard Strategy 2120

Coastal communities around New Zealand are increasingly affected by coastal hazards. Climate change is accelerating the pace of change through sea level rise and more frequent and severe storm events.

Land subsidence, as a result of seismic activity, is also causing sea levels to rise at a faster rate.

Since 2014, HBRC has been working with the community, with groups representing mana whenua and tangata whenua, and Hastings District and Napier City councils to develop the Clifton to Tangoio Coastal Hazard Strategy 2120. This coastal area is the most developed and populated part of the region's coastline.

The Strategy identifies the areas that may be affected by coastal hazards over the short to long term, with the area between Clifton and Tangoio split into nine priority units. 100-year pathways for each unit have been developed, built from a combination of short term (0-20 years), medium term (20-50 years) and long term (50-100 years) hazard response actions. These include beach nourishment, sea walls,

and eventually managed retreat in some locations. The partner councils – HBRC, Napier City Council and Hastings District Council – have equally and jointly funded the Strategy's development to date, and in the absence of clear direction in current legislation, commissioned an independent review to help decide who should manage and fund the required works. The Funding Review, led by Raynor Asher QC, and completed in May 2021, found that HBRC is best placed to take charge of all aspects of adapting to coastal hazard risks on the Clifton to Tangoio coast. This includes the transfer of all existing coastal hazard assets to HBRC, to enable a coordinated and consistent management along the coast. The council partners have agreed in principle that HBRC takes charge and have signed a Memorandum of Transition to pave the way.

HBRC will be consulting with the community on:

- whether we are the right entity to take charge
- the content of the Strategy
- funding to implement the Strategy
- how the rates are proposed to be allocated.

Te Matau-a-Māui-Hawke's Bay

The region's total land area is around 1.42 million hectares. About 250,000 hectares is highly erodible. Almost one-third of the area that the Regional Council is responsible for is in the coastal-marine area.

- We will continue to take a strong stance on regulation boosting capacity and capability of our Compliance team with additional positions over the next two years. Our team works with the community to promote the sustainable management of natural physical resources by monitoring resource consents, checking activities comply with regional plan rules and national regulations and standards, and using enforcement tools when conditions are breached. The team also respond to environmental incidents and provide technical advice around contaminated land, waste, wastewater, and industrial processes.
- We continue to offer the Erosion Control Scheme subsidy which is an important tool in our toolbox to mitigate and adapt to climate change. The scheme provides a subsidy to landowners for erosion mitigations such as planting, assisted reversion for getting landcover back to natives, and protection fencing. The fund targets 252,000 hectares of land at high risk of erosion.
- There will be a greater focus on coordinated climate action, starting with the development of a Regional Climate Action Plan by July 2023 with broad community involvement, support and engagement, which will feed into the next long term plans of the region's councils. The Action Plan will be informed by a greenhouse gas emissions inventory to establish the carbon footprint at the city, district, and regional level, a first for Hawke's Bay.
- Our State of the Environment (SOE) 2018-2021 synthesis report will be published in July 2022. These reports show trends of change in Hawke's Bay's environment and the effect these may have on the lives of people and the businesses that operate here. The scientific information assists us with policy and planning, resource investigations, and research directions.
- We will continue to work with two farms in Central Hawke's Bay and plan to secure partnerships with three more farms across Hawke's Bay as part of the Right Tree Right Place pilot project. Regional Council is working in collaboration with global environmental organisation The Nature Conservancy and the Ministry for Primary Industries on the three-year project that aims to accelerate erosion control work and extend the programme to many more farms. Funding arrangements are offered to landowners to plant trees on marginal land that can earn a return and enhance regenerative farming practices.
- In partnership with the QEII National Trust (QEII), we will deer fence and undertake pest control within six high biodiversity areas across Hawke's Bay protecting approximately 90 hectares of threatened ecosystems. This work is part of a three-year \$2 million Mahi mō te Taiao Jobs for Nature project.



- In partnership with QEII and Landcare Trust, we will undertake native restoration in 42 sites, approximately 100 hectares, across Hawke's Bay. Iwi, community groups and landowners will plant native trees on both private and public highly erodible land and riparian areas, for habitat restoration and protection, wetland restoration, and for creating corridors and linkages. This work is funded through central government's One Billion Trees programme.
- We will be working with water users to drive more efficient and effective use following the completion of a comprehensive 40-year Regional Water Assessment. The assessment highlighted the significant sources of freshwater across the region and provided deeper insight into the uses of water. Efforts will need to focus on water use in the agricultural and primary sector, manufacturing in industry, and urban use of water. Other opportunities may involve greater investment in water data and exploring opportunities and barriers to realising opportunities in the more water secure part so the region, particularly northern Hawke's Bay. This work is part of our Regional Water Security Programme, supported by Kānoa, the Government's Regional Economic Development and Investment Unit.
- The priority for the Hawke's Bay Civil Defence Emergency Management Group (the Group) is to continue supporting the national and regional response to the COVID-19 pandemic. The Group will also continue to focus on strengthening civil defence emergency management in the region. This will be achieved through reviewing and implementing change to the response operating framework, improving our people capability across the region's councils and working with our partners to develop a region-wide digital emergency management information system to improve the flow of information and situational awareness across our response partners. The Group is a shared service across the region's councils, administered by HBRC, that works on risk reduction, readiness, response, and recovery.
- A first principles review of our Revenue and Financing Policy is planned over the next 18 months to look at how rates are allocated. The aim of the review is to improve transparency and ensure legal compliance. Consultation is planned to take place towards the end of 2023 prior to the next Long Term Plan when the amount rated will likely change. As signaled in the Long Term Plan 2021-2031, the review will look at the way flood protection schemes are funded (amongst other activities).

Spotlight on

A Regional Economic Development Agency for Hawke's Bay

A new Regional Economic Development Agency (REDA) for Hawke's Bay is expected to be operating within the 2022-2023 financial year.

The REDA will be a partnership between business, iwi/hapū and local government, set up as a limited liability company, to guide regional economic development across Hawke's Bay. Outcomes the agency is aiming to achieve include increased productivity for the region, a more even distribution of economic benefits, skill levels and productivity, higher incomes, and having the right skills available for the future workforce. It also intended to see the region economically resilient; sectors are diversified to reduce risk, and supply chains are robust. The new agency will also contribute to the economic related projects of the Matariki Regional Development Strategy (REDS).

The region's five councils (Hawke's Bay Regional, Napier City, Hastings District, Central Hawke's Bay

District and Wairoa District) have committed \$1.5 million of funding this year for the REDA.

An independent review of local government investment in business and industry support across Hawke's Bay highlighted a clear opportunity to do better to meet the region's needs and potential, including the development of a new regional development agency.

HBRC continues its work in the projects it leads in the Matariki Regional Development Strategy (REDS). HBRC is also the sole local government funder of Hawke's Bay Tourism by agreement with the region's councils.



Spotlight on

A proposal to change possum control

We are looking to change the way possum control is undertaken in designated areas in Hawke's Bay.

Under our current Possum Control Area (PCA) monitoring programme, which covers about 750,000 hectares, land occupiers are required to control possums, either through their own efforts or through contractors. HBRC monitors possum numbers in the area and works with landowners to take remedial action where required.

It is proposed to amend the Regional Pest Management Plan to shift that responsibility to Hawke's Bay Regional Council.

The proposal follows an independent review of our PCA which found the programme is no longer fit for purpose and presents an unacceptable risk of high possum densities in parts of the region.

The change would only apply to properties in designated possum control areas - there are no obligations for landowners to control possums outside those areas.

After the plan change process, HBRC would consider how to operationalise the policy, including confirming



how it is funded, as part of our work in developing our Long Term Plan (LTP) 2024-2034. The development of our LTP includes community engagement and consultation.

In the meantime, HBRC is scaling up possum monitoring to ensure landowners are meeting their current obligations until any changes are rolled out.

The Regional Pest Management Plan is the main statutory document that provides a framework for the management of plant, animal and horticultural pests in Hawke's Bay, as required under the Biosecurity Act 1993.

Significant reforms for local government

There are three significant reform and review processes underway that will have an impact on local government; Three Waters, the future for local government and resource management.

They collectively and individually represent the largest reforms to local government and local governance since the abolition of the provinces in 1877.

The reforms aim to achieve better outcomes for communities and the environment, efficiency improvements, and give effect to the principles of Te Tiriti of Waitangi. They are, however, progressing on different timelines and add to an increasingly complex and uncertain operating environment for local government. This environment also includes likely Government changes to others such as civil defence and emergency management.

Together the reviews and reforms will fundamentally change the system that local government operates within. This includes how decisions are made and by whom, what local government does, and how it does it, and who local government needs to work with to enable community wellbeing.

Three Waters

Central Government is reforming how three waters services are delivered across New Zealand. The three waters are drinking water, wastewater, and stormwater. The review follows the Havelock North Drinking Water Inquiry following the campylobacter outbreak in 2016.

The proposal is to shift the current 67 council-owned and operated three waters services into four new publicly-owned entities to manage the future delivery of these services. It is proposed that our region will be part of 'Entity C', with councils across Gisborne, Hawke's Bay, lower Manawatu-Whanganui, Wellington, Tasman, Nelson and Marlborough regions and the Chatham Islands. The proposed transfer is currently intended to happen on 1 July 2024.

HBRC will work constructively with the restructure proposals as they relate to rural and urban stormwater drainage services currently managed by us. Clarity is required in the proposal regarding coverage of rural drainage functions outside urban reticulated environments. Review of the Napier urban drainage operations may see changes in service delivery in the Napier City area to allow better urban stormwater coordination.

For more information please visit dia.govt.nz

Future for local government

The purpose of the Future for Local Government Review is to consider how New Zealand's system of local democracy and governance will need to evolve over the next 30 years in order to improve the wellbeing of our communities and the environment, and actively embody the Treaty partnership.

Questions being looked into are:

- How should the system of local governance be reshaped so it can adapt to future challenges and enable communities to thrive?
- What are the future functions, roles and essential features of New Zealand's system of local government?
- How might a system of local governance embody authentic partnership under Te Tiriti o Waitangi, creating conditions for shared prosperity and wellbeing?
- What needs to change so local government and its leaders can best reflect and respond to the communities they serve?
- What should change in local governance funding and financing to ensure viability and sustainability, fairness and equity, and maximum wellbeing?

The review may result in new services, activities or responsibilities for HBRC and/or our neighbouring territorial authorities. A draft report and recommendations for public consultation will be released after the local government elections in late 2022. Public submissions will be considered before the final report is presented to the Government by 30 April 2023.

For more information please visit dia.govt.nz

Resource management

After many years of incremental changes, the Government is overhauling the resource management system. The Government plans to repeal the Resource Management Act 1991 and replace it with three new pieces of legislation:

- Natural and Built Environments Act - the primary replacement for the Resource Management Act 1991. This will require outcomes-based planning and development within environmental limits and targets, give effect to the principles of Te Tiriti and create a single regional plan overseen by a single regional committee, supported by a National Planning Framework.
- Spatial Planning Act - introduces mandatory 30-year regional spatial strategies that will set out, at a high level, how regions and communities will develop integrating land use, major infrastructure and investment. It too is guided by the National Planning Framework and will be overseen by a regional committee.
- Climate Change Adaptation Act - will deal with the complex policy, economic and legal issues around adapting to the effects of climate change, including managed retreat.

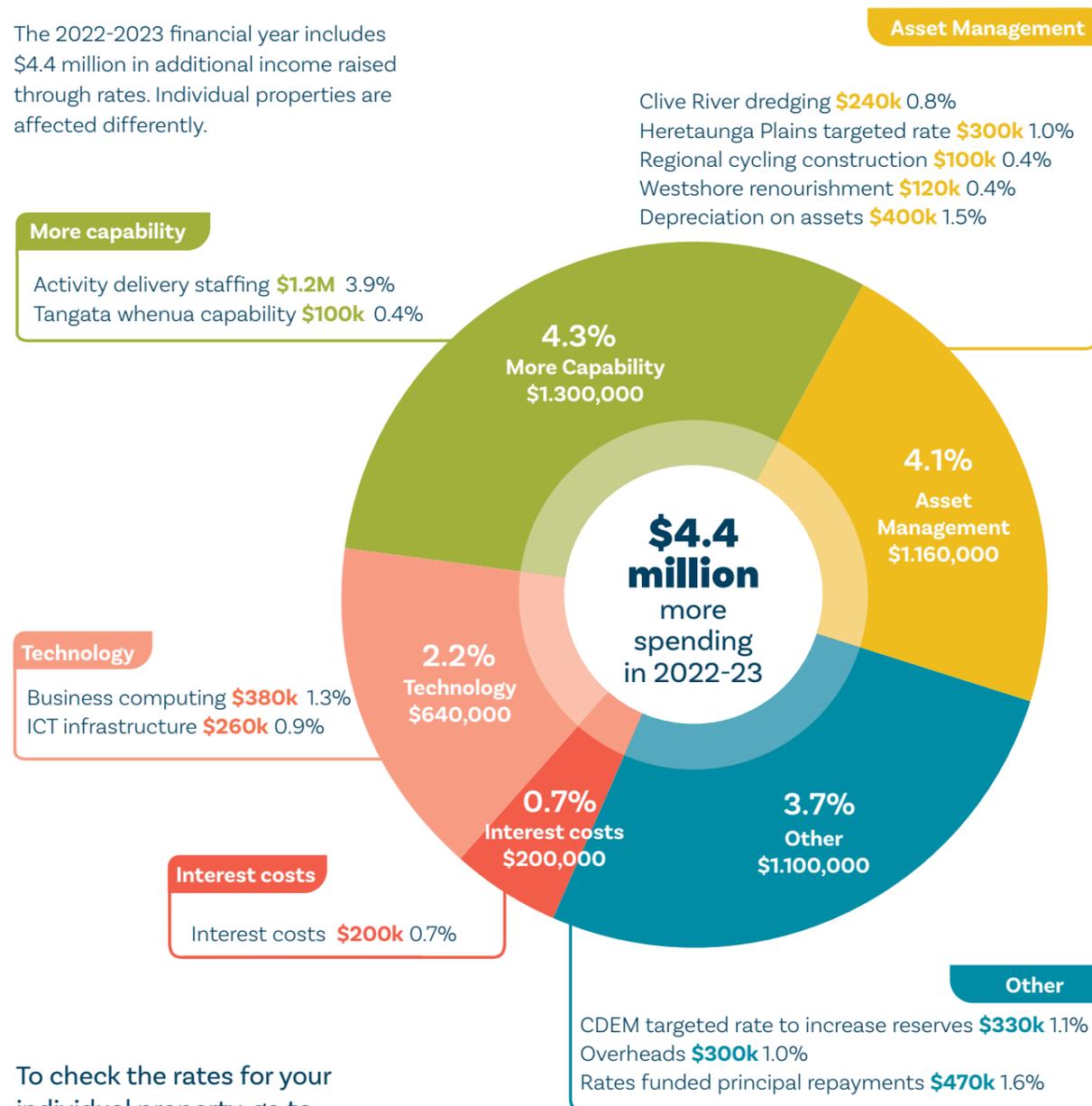
The reform of the resource management system will have a significant impact on HBRC including future governance arrangements, functions, structure, decision-making, operations, and investment priorities. The resource requirements and costs of transition cannot be underestimated, particularly as we transition to the new system while fulfilling essential requirements under the current one.

For more information on the Resource Management Reform please visit environment.govt.nz

2022-2023 rates at a glance

There will be an average 15% rates increase this year as proposed in the Long Term Plan 2021-2031.

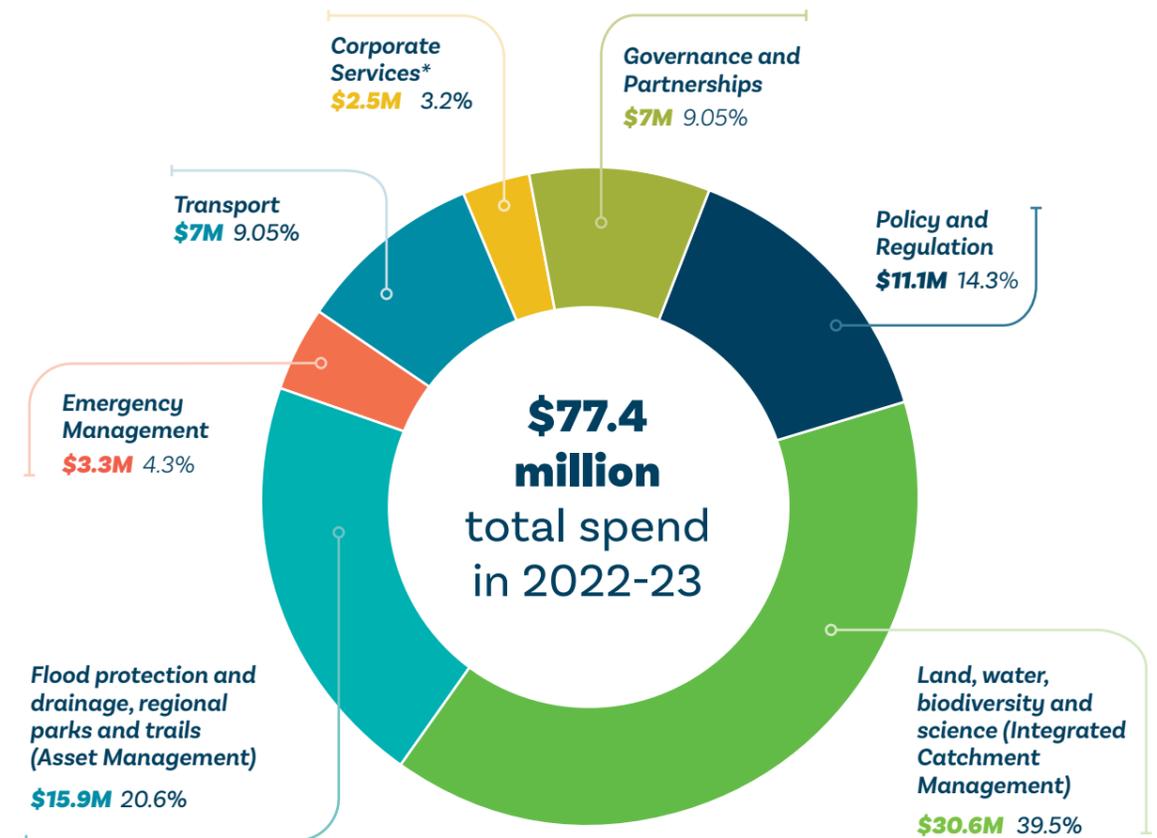
The 2022-2023 financial year includes \$4.4 million in additional income raised through rates. Individual properties are affected differently.



To check the rates for your individual property, go to hbrc.govt.nz, search: #myproperty

2022-2023 operating expenditure at a glance

The graph below reflects the six groups of activities, as well as corporate services, that were introduced and described in detail in our Long Term Plan 2021-2031.



* The Corporate Services activity includes operational expenditure which is funded via loans, reserves, or rates and is not reallocated throughout the groups of activities.

2022-2023 financial information

Covid-19 continues to disrupt our daily lives, including predictability around council planning. Our budgets are impacted by many external factors including financial markets, which affect HBRC's investment income, and inflationary pressures, which increase the general cost of doing business.

We have worked hard to manage cost pressures within the 2022-2023 financial year to deliver a budgeted rates increase of 15% as planned in our Long Term Plan 2021-2031.

Given the variabilities of the environment we are operating in, we have not made any significant changes to budgeting assumptions. Instead, we expect to manage some disruption to the timing of delivery of our work programmes due to supply chain reliability, particularly in the delivery of large capital programmes which span multiple financial years.



Fees and charges

Hawke's Bay Regional Council has a range of fees and charges for services to fund part of its regulatory functions.

These are charged to applicants, consent holders and the general public to cover administrative functions and to specific resource users, for various administrative and monitoring activities.

These charges are calculated each year based on the cost of service delivery. They include hourly rates, consent fees, water monitoring charges, compliance monitoring, navigation, and zone-based water science charges.

The charges are notified and published on our website [hbrc.govt.nz](https://www.hbrc.govt.nz), search: #AnnualPlans

Prospective Statement of Comprehensive Revenue and Expense

	Note	Annual Report 2020/21 (\$'000)	Year 1 LTP 2021/22 (\$'000)	Year 2 LTP 2022/23 (\$'000)	Annual Plan 2022/23 (\$'000)
REVENUE					
Revenue from activities	1	12,671	8,791	9,488	9,787
Revenue from rates	2	25,048	29,448	33,865	33,865
Revenue from grants		9,124	15,283	15,321	14,881
Other revenue	2	16,410	19,652	20,528	21,148
Fair value gains on investments	7(a)	12,803	3,270	1,156	1,156
Reduction in ACC Leasehold Liability		-	740	815	815
Total Operating Revenue		76,056	77,184	81,172	81,651

EXPENDITURE					
Expenditure on activities	1	59,055	65,369	67,097	70,742
Finance costs	1	2,338	1,573	2,136	2,125
Depreciation & amortisation expense	5	3,463	3,501	4,462	4,509
Fair value losses		2,925	-	-	-
Other expenditure		358	-	-	-
Impairment		-	-	-	-
Total Operating Expenditure		68,139	70,443	73,695	77,375

OPERATING SURPLUS					
Operating Surplus Before Income Tax		7,917	6,741	7,477	4,275
Income tax expense		-	-	-	-
Operating Surplus After Income Tax		7,917	6,741	7,477	4,275

OTHER COMPREHENSIVE REVENUE AND EXPENSE					
Gain / (loss) infrastructure assets	7(a)	(3,814)	-	2,344	3,133
Gain / (loss) in revalued intangible assets	7(a)	1,429	23,996	26,352	26,352
Gain / (loss) in revalued property, plant and equipment assets		-	2,945	-	-
Total Other Comprehensive Revenue and Expense		(2,385)	26,941	28,697	29,485
TOTAL COMPREHENSIVE REVENUE AND EXPENSE		5,532	33,682	36,174	33,760

Statement For General Funding Position

CAPITAL EXPENDITURE					
Property, plant, equipment & intangible assets	5		7,045	6,514	5,167
Infrastructure assets - flood & drainage			14,930	15,940	17,284
Infrastructure assets - open spaces & regional assets			5,280	3,883	4,074
Forestry assets			76	109	357
Sustainable homes net lending			3,870	5,035	4,970
Public debt repayments	4(a)		5,709	6,259	6,596
TOTAL CAPITAL EXPENDITURE			36,911	37,741	38,448

RESERVE AND PUBLIC DEBT FUNDING					
Reserves funding	6		(5,847)	(2,750)	4,111
Doubtful debts			19	20	20
Depreciation	5		3,501	4,462	4,509
Public debt funding	4(a)		36,506	30,503	27,503
Fair value gains on investments	7(a)		(3,270)	(1,156)	(1,156)
Fair value gains on other comprehensive revenue and expenses			(26,941)	(28,697)	(29,485)
Reduction in ACC leasehold liability			(740)	(815)	(815)
Total Reserve & Loan Funding			3,228	1,568	4,688
UNDERLYING SURPLUS / (DEFICIT)			0	(0)	(0)

Prospective Statement of Changes In Net Assets / Equity

	Note	Annual Report 2020/21 (\$'000)	Year 1 LTP 2021/22 (\$'000)	Year 2 LTP 2022/23 (\$'000)	Annual Plan 2022/23 (\$'000)
Net Assets / Equity at the Start of the Year		816,489	871,029	904,711	854,648
Total Comprehensive Revenue and Expense		5,532	33,682	36,174	33,760
Net Assets / Equity at the End of the Year		822,021	904,711	940,885	888,408

Prospective Statement of Financial Position

	Note	Annual Report 2020/21 (\$'000)	Year 1 LTP 2021/22 (\$'000)	Year 2 LTP 2022/23 (\$'000)	Annual Plan 2022/23 (\$'000)
ASSETS					
Non Current Assets					
Property, plant & equipment		29,908	37,971	39,336	37,188
Intangible assets		14,683	12,694	14,605	16,829
Infrastructure assets		193,086	209,150	230,204	235,940
Investment property		63,615	63,545	64,701	68,041
Forestry assets		14,748	10,789	11,145	14,344
Finance assets		130,232	132,803	139,801	142,934
Investment in council-controlled organisations		445,716	519,910	545,905	496,469
Advances to council-controlled organisations		-	-	-	-
Napier / Gisborne rail lease		1,486	1,486	1,486	1,486
Total Non Current Assets		893,474	988,348	1,047,183	1,013,231
Current Assets					
Inventories		399	459	472	419
Trade & other receivables		13,390	17,229	13,775	13,278
Finance assets		1,936	2,517	2,934	2,786
Advances to council-controlled organisations		-	-	-	-
Cash & cash equivalents		8,101	1,985	5,533	7,047
Total Current Assets		23,826	22,191	22,713	23,531
TOTAL ASSETS		917,300	1,010,538	1,069,896	1,036,762

NET ASSETS / EQUITY					
Accumulated comprehensive revenue and expense	8	284,260	310,431	315,158	292,487
Fair value reserves	8	403,885	474,476	503,173	460,311
Other reserves	8	133,876	119,804	122,554	135,611
Total Net Assets / Equity		822,021	904,711	940,885	888,408

LIABILITIES					
Non Current Liabilities					
Derivative financial instruments		18	0	0	18
Borrowings		44,388	73,572	99,208	97,874
ACC Leasehold Liability		29,614	11,188	10,316	29,060
Provisions for other liabilities & charges		529	520	520	510
Total Non Current Liabilities		74,549	85,280	110,044	127,462

Current Liabilities					
Derivative financial instruments		46	0	0	46
Trade & other payables		13,777	12,653	12,466	12,174
Borrowings		3,150	6,259	4,867	5,984
ACC Leasehold Liability		1,799	53	52	50
Provisions for other liabilities & charges		1,958	1,582	1,582	2,638
Total Current Liabilities		20,730	20,547	18,967	20,892

Total Liabilities		95,279	105,827	129,011	148,353
TOTAL NET ASSETS / EQUITY AND LIABILITIES		917,300	1,010,538	1,069,896	1,036,762

Prospective Cash Flow Statement

Note	Annual Report 2020/21 (\$'000)	Year 1 LTP 2021/22 (\$'000)	Year 2 LTP 2022/23 (\$'000)	Annual Plan 2022/23 (\$'000)
CASH FLOW FROM OPERATING ACTIVITIES				
Cash to be provided from:				
Rates	26,178	29,285	32,556	32,532
Receipts from customers	13,106	19,584	21,543	22,422
Dividends received	6,506	10,103	10,497	10,497
Interest received	602	6,018	6,139	6,139
Grants	9,124	7,123	6,487	6,151
Other income	9,570	-	-	-
GST	-	(4,376)	4,222	(539)
Total	65,086	67,736	81,444	77,200
Cash applied to:				
Payments to suppliers	33,417	40,080	39,480	40,496
Payments to employees	25,700	25,076	26,657	29,990
Finance expense	2,338	1,573	2,136	2,125
Total	61,455	66,728	68,273	72,611
Net Cash Flows from Operating Activities	3,631	1,008	13,171	4,589
CASH FLOWS FROM INVESTING ACTIVITIES				
Cash to be provided from:				
Disposal of property, plant & equipment	164	784	868	891
Disposal of investment properties	3,382	-	-	-
Disposal of financial assets	1,463	2,484	2,944	2,970
Receipts from sale of investments	-	-	-	-
Disposal of forestry assets	-	761	-	-
Disposal of Napier/Gisborne Rail Lease	-	-	-	-
Total	5,009	4,029	3,812	3,862
Cash applied to:				
Purchase of property, plant & equipment	3,327	4,914	4,112	4,152
Purchase of intangible assets	3,836	2,132	2,402	1,016
Construction of infrastructure assets	6,491	20,286	19,933	21,715
Community lending	3,876	5,846	6,935	6,901
Purchase of financial assets	408	2,840	3,424	3,419
Forestry asset development	-	-	-	-
Leasehold Liability	-	819	873	821
Total	17,938	36,837	37,678	38,023
Net Cash Flows from Investing Activities	(12,929)	(32,808)	(33,866)	(34,161)
CASH FLOWS FROM FINANCING ACTIVITIES				
Cash to be provided from:				
Loans drawn	16,300	36,506	30,503	27,503
Cash applied to:				
Loans repaid	5,423	5,709	6,259	6,596
Net Cash Flows from Financing Activities	10,877	30,797	24,244	20,907
Net Increase / (Decrease) in Cash & cash equivalents	1,579	(1,003)	3,548	(8,665)
Opening cash & cash equivalents	6,522	2,988	1,985	15,713
Closing Cash & cash equivalents	8,101	1,985	5,533	7,048

Note 1 - Activity Revenue & Expenditure

	Annual Report 2020/21 (\$'000)	Year 1 LTP 2021/22 (\$'000)	Year 2 LTP 2022/23 (\$'000)	Annual Plan 2022/23 (\$'000)
REVENUE				
Groups of Activities				
Asset Management	3,988	1,569	1,502	1,527
Integrated Catchment Management	5,305	2,976	3,221	3,291
Policy & Regulation	2,715	2,755	2,967	3,175
Emergency Management	58	-	-	-
Transport	395	-	-	-
Governance & Partnerships	210	571	770	766
Corporate Overhead	-	920	1,028	1,027
TOTAL REVENUE FROM ACTIVITIES	12,671	8,791	9,488	9,787
EXPENDITURE				
Groups of Activities				
Asset Management	11,616	13,913	14,634	15,910
Integrated Catchment Management	25,828	28,831	29,633	30,565
Policy & Regulation	11,349	9,690	10,574	11,076
Emergency Management	2,815	3,066	3,180	3,301
Transport	6,989	6,844	6,938	7,011
Governance & Partnerships	3,292	6,744	7,064	7,008
Corporate Overhead	3,122	1,356	1,671	2,505
Total Groups of Activities	65,011	70,443	73,695	77,375
Less				
- interest on borrowings	1,259	1,573	2,136	2,125
- payments associated with the transfer of Napier leasehold cashflows to ACC	1,079	-	-	-
- internal expenditure	155	-	-	-
Total finance costs	2,493	1,573	2,136	2,125
Less depreciation and amortisation expense	3,463	3,501	4,462	4,509
TOTAL EXPENDITURE ON ACTIVITIES	59,055	65,369	67,097	70,742

Notes 2 & 3 - Rates & Other Revenue

	Annual Report 2020/21 (\$'000)	Year 1 LTP 2021/22 (\$'000)	Year 2 LTP 2022/23 (\$'000)	Annual Plan 2022/23 (\$'000)
NOTE 2: RATES				
General Funding Rates				
Uniform Annual General Charge (UAGC)	2,969	3,759	4,588	4,579
General Rate on Land Value	5,777	7,463	9,108	9,089
Total General Funding Rates	8,746	11,222	13,697	13,668
Targeted Rates				
Upper TukiTuki Catchment Control Scheme	726	759	878	878
Separate Flood Control & Drainage Schemes	318	329	339	339
Wairoa Rivers & Streams Scheme	171	179	184	184
Central & Southern Areas Rivers & Streams Scheme	242	71	73	73
Heretaunga Plains Flood Control & Drainage Schemes	5,639	5,843	6,942	6,942
Biosecurity Schemes	1,909	2,101	2,239	2,239
Subsidised Public Transport	1,726	2,792	2,877	2,907
Clean Heat Administration rate	596	592	609	609
Sustainable Land management	857	917	963	962
Economic Development Rate	1,912	2,294	2,379	2,379
Coastal Erosion Rate	172	171	176	176
Emergency Management Uniform Annual Charge	2,188	2,177	2,509	2,509
Total Targeted Rates	16,456	18,226	20,168	20,197
Rates Remissions	154	-	-	-
TOTAL RATES	25,048	29,448	33,865	33,865

NOTE 3: OTHER REVENUE

	Annual Report 2020/21 (\$'000)	Year 1 LTP 2021/22 (\$'000)	Year 2 LTP 2022/23 (\$'000)	Annual Plan 2022/23 (\$'000)
Dividends	6,506	10,103	10,497	10,497
Interest	602	6,018	6,139	6,139
Leasehold rents	2,316	1,512	1,510	1,503
Forestry Income	677	772	1,324	1,276
Other Income	(11)	1,247	1,059	1,735
Net gain / (loss) on disposal of assets	164	-	-	-
Subvention Payments	1,055	-	-	-
Gain / (Loss) on investments - net	5,101	-	-	-
TOTAL OTHER INCOME	16,410	19,652	20,528	21,148

Note 4(a) - External Debt & Interest Expense

	Annual Report 2020/21 (\$'000)	Year 1 LTP 2021/22 (\$'000)	Year 2 LTP 2022/23 (\$'000)	Annual Plan 2022/23 (\$'000)
LOAN REQUIREMENTS				
Opening Balance	34,888	49,034	79,831	82,950
New Borrowing	16,300	36,506	30,503	27,503
Principal Repayments	3,650	5,709	6,259	6,596
Total Loan Balance	47,538	79,831	104,074	103,857
Interest Expense	2,258	1,573	2,136	2,125

Note 4(b) - Activity Debt & Interest Expense

	Annual Report 2020/21 (\$'000)	Year 1 LTP 2021/22 (\$'000)	Year 2 LTP 2022/23 (\$'000)	Annual Plan 2022/23 (\$'000)
LOAN REQUIREMENTS				
NEW BORROWINGS				
Governance and Partnerships	-	5,846	6,935	6,901
Integrated Catchment Management	11,475	4,780	5,164	5,137
Asset Management	301	2,424	2,438	3,225
Policy & Regulation	-	-	-	-
Emergency Management	-	-	-	-
Transport	-	-	-	-
Corporate Overhead	1,903	7,260	7,101	10,065
Total New Borrowings	13,679	20,311	21,637	25,328
PRINCIPAL REPAYMENTS				
Governance and Partnerships	-	3,465	3,658	3,538
Integrated Catchment Management	2,196	694	933	691
Asset Management	17	425	327	334
Policy & Regulation	-	-	-	-
Emergency Management	-	-	-	-
Transport	14	25	24	25
Corporate Overhead	97	885	778	2,103
Total Principal Repayments	2,324	5,494	5,720	6,690
TOTAL LOAN MOVEMENT	11,355	14,817	15,917	18,638
LOAN BALANCES				
Governance and Partnerships	-	14,694	17,971	21,335
Integrated Catchment Management	13,671	12,069	16,300	20,747
Asset Management	542	3,105	5,216	8,107
Policy & Regulation	-	-	-	-
Emergency Management	-	-	-	-
Transport	104	211	187	163
Corporate Overhead	2,239	14,643	20,966	28,927
Loan Balances	16,556	44,723	60,641	79,278
LOAN INTEREST EXPENSE				
Governance and Partnerships	-	229	363	334
Integrated Catchment Management	10	157	295	181
Asset Management	1	35	86	80
Policy & Regulation	-	-	-	-
Emergency Management	-	-	-	-
Transport	1	4	4	4
Corporate Overhead	2	65	114	580
TOTAL LOAN INTEREST EXPENSE	14	489	863	1,179

* The Sustainable Homes activity was reclassified from the Integrated Catchment Management group to the Governance and Partnerships group in the Long Term Plan 2021-2031

Note 5 - Depreciation & Amortisation

Note	Annual Report 2020/21 (\$'000)	Year 1 LTP 2021/22 (\$'000)	Year 2 LTP 2022/23 (\$'000)	Annual Plan 2022/23 (\$'000)
Capital Expenditure on Property, Plant & Equipment				
Land and Buildings	462	568	583	641
Vehicles, Plant & Equipment	2,793	3,078	2,889	2,876
Hydrology Equipment	761	1,266	640	634
Intangible Assets - Other	1,442	2,132	2,402	1,016
Total Capital Expenditure on Property, Plant & Equipment	5,458	7,045	6,514	5,167
Proceeds of Property, Plant & Equipment Disposals				
Land and Buildings	-	-	-	-
Vehicles, Plant & Equipment	162	788	891	891
Hydrology Equipment	-	-	-	-
Intangible Assets - Other	-	-	-	-
Total Proceeds of Property, Plant & Equipment Disposals	162	788	891	891
Depreciation on Property, Plant & Equipment				
Land and Buildings	444	213	219	220
Vehicles, Plant & Equipment	957	951	1,268	1,244
Hydrology Equipment	592	1,257	1,357	1,356
Intangible Assets - Other	678	105	333	263
Property, Plant & Equipment Asset Depreciation	2,671	2,526	3,177	3,083
Depreciation on Infrastructure Assets				
Infrastructure Assets	792	975	1,285	1,426
Infrastructure Asset Depreciation	792	975	1,285	1,426
TOTAL DEPRECIATION & AMORTISATION	3,463	3,501	4,462	4,509

Note 6 & 7 - Reserve Movements & Fair Value Gains

	Year 1 LTP 2021/22 (\$'000)	Year 2 LTP 2022/23 (\$'000)	Annual Plan 2022/23 (\$'000)
Note 6: Funding from Reserves			
Project Scheme Reserves	3,460	2,415	3,347
Investment Income Equalisation Reserve	-	-	-
Specific Regional Projects Reserve	-	-	-
Tangoio Soil Conservation Forestry Reserve	771	647	631
Asset Replacement Reserve	1,379	453	598
Infrastructure Asset Depreciation Reserve	511	199	157
Future Investment Fund	(1,284)	(1,309)	(1,309)
Long-Term Investment Fund	3,772	1,811	2,787
Council Disaster Damage Reserves	(21)	(22)	(21)
Scheme Disaster Damage Reserves	(149)	(147)	(146)
Other Reserves	(14,286)	(6,797)	(1,933)
Total Net Funding from Reserves	(5,847)	(2,750)	4,111

Note 7a: Fair Value Gains from Investments

Investment Property at beginning of year	60,275	63,545	66,885
Additions	-	-	-
Disposals	-	-	-
Movement during the year	-	-	-
Fair value gains (included in statement of comprehensive revenue and expense)	3,270	1,156	1,156
Investment Property at beginning of year	63,545	64,701	68,041

Note 7a: Fair Value Gains from Forestry Assets

Forestry Assets at beginning of year	11,550	9,425	13,987
Additions	76	109	357
Disposals	(761)	-	-
Movement during the year	(685)	109	357
Fair value gains (included in statement of comprehensive revenue and expense)	(754)	370	383
Forestry Assets at end of year	9,425	10,014	14,727
Other fair value gains (included in the statement of comprehensive revenue and expense)	27,695	28,327	29,102
Total Fair value gains & losses (included in statement of comprehensive revenue and expense)	30,211	29,852	30,640

Note 8 - Council Reserve Funds

	Accumulated Funds	Infrastructure Asset Renewal	Wairoa Rivers & Streams	Special Scheme	Investment Income Equalisation	Asset Replacement	Regional Disaster Damage	Scheme Disaster Damage	Clive River Dredging	Tangoio Soil Conservation	Maungaharuru Tangitū	Future Investment Fund	Long Term Investment Fund	Sale of Land Non-Investment	Rabbit	Ngati Pāhauwera Reserve	Other Reserves	Total Other Reserves	Fair Value Reserves
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)			(17)
	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)
ANNUAL PLAN 2022/23																			
At 1 July 2022	284,100	3,741	371	414	-	3,112	2,306	4,031	965	2,057	501	65,653	56,694	1,083	68	78	(1,353)	139,722	430,826
Deposits in year	8,387	1,487	101	7,504	-	2,756	21	146	350	24	5	1,309	2,064	-	8	1	8,314	24,090	29,485
Withdrawals in year	-	(1,994)	(116)	(11,036)	-	(3,354)	-	-	-	(656)	-	-	(4,851)	-	(24)	-	(6,171)	(28,202)	-
Net Movement	8,387	(507)	(15)	(3,531)	-	(598)	21	146	350	(631)	5	1,309	(2,787)	-	(16)	1	2,143	(4,111)	29,485
At 30 June 2023	292,487	3,234	356	(3,118)	-	2,513	2,327	4,177	1,315	1,425	506	66,963	53,907	1,083	52	79	789	135,611	460,311

Related Activities to Reserve Funds

	Accumulated Funds	Infrastructure Asset Renewal	Wairoa Rivers & Streams	Special Scheme	Investment Income Equalisation	Asset Replacement	Regional Disaster Damage	Scheme Disaster Damage	Clive River Dredging	Tangoio Soil Conservation	Maungaharuru Tangitū	Future Investment Fund	Long Term Investment Fund	Sale of Land Non-Investment	Rabbit	Ngati Pāhauwera Reserve	Other Reserves	Fair Value Reserves
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)		(17)
Governance & Partnerships	✓			✓		✓								✓				
Policy & Regulation	✓					✓								✓		✓	✓	
Integrated Catchment Management	✓			✓		✓										✓		
Asset Management	✓	✓	✓	✓		✓		✓	✓	✓	✓		✓	✓				✓
Emergency Management	✓			✓		✓												
Transport	✓			✓		✓												
Corporate Overheads	✓				✓	✓	✓					✓	✓					✓

Purpose of Reserve Funds

RESERVE TYPE	DEFINITION
1 Accumulated Funds	Funds required for the operating and capital requirements of Council.
2 Infrastructure Asset Renewal	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 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. Includes flood and drainage, biosecurity, transport, emergency management and healthy homes.
5 Investment Income Equalisation Reserve	A reserve established to smooth out the investment income from the managed funds and HBRIC dividends so that fluctuations in Council's general funding rates are minimised.
6 Asset Replacement Reserve	A reserve established to fund the replacement of operating property, plant and equipment, which are not scheme based.
7 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.
8 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 from other sources.
9 Clive River Dredging Reserve	A reserve established to meet the expenditure of dredging requirements on the Clive River.
10 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 the Crown.
11 Maungaharuru-Tangitū Reserve	A reserve established for the Maungaharuru-Tangitū catchment fund. This is funded from a yearly contribution from the Tangoio soil conservation reserve subject to the agreement between Council and Maungaharuru-Tangitū Trust.
12 Future Investment Fund	A reserve established to hold the proceeds of the Napier Port IPO
13 Long Term Investment Fund	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 Fund	A reserve established to hold transfers from the Long-term Investment Fund 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 LTP.
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 Pāhauwera Reserve	A reserve established to ring-fence funding for Ngati Pāhauwera 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.

Funding Impact Statement (Whole of Council, Annual Plan Disclosure Statement)

	Year 1 LTP 2021/22 (\$'000)	Year 2 LTP 2022/23 (\$'000)	Annual Plan 2022/23 (\$'000)
SOURCES OF OPERATING FUNDING			
General rates & uniform annual general charges, rates penalties	11,222	13,697	13,668
Targeted Rates	18,226	20,168	20,197
Subsidies & grants for operating purposes	7,123	6,487	6,151
Fees & charges	10,018	10,974	11,870
Interest & dividends from investments	16,121	16,635	16,635
Local authorities fuel tax, fines, infringement fees & other receipts	1,517	1,515	1,539
Total operating funding	64,226	69,476	70,059
APPLICATIONS OF OPERATING FUNDING			
Payments to staff & suppliers	62,829	64,457	72,807
Finance costs	1,573	2,136	2,125
Other operating funding applications	2,521	2,620	2,085
Total applications of operating funding	66,923	69,213	72,847
Operating Surplus	(2,696)	263	(2,788)
SOURCES OF CAPITAL FUNDING			
Subsidies & grants for capital expenditure	8,160	8,834	8,731
Development & financial contributions	-	-	-
Increase / (decrease) in debt	30,797	24,244	20,907
Gross proceeds from sale of assets	788	891	891
Lump sum contributions	-	-	-
Other dedicated capital funding	-	-	-
Total sources of capital funding	39,744	33,969	30,529
APPLICATIONS OF CAPITAL FUNDING			
Capital expenditure:			
- to meet additional demand	-	-	-
- to improve the level of service	13,321	11,665	10,609
- to replace existing assets	14,010	14,782	16,273
	27,331	26,447	26,882
Increase / (decrease) in reserves	5,847	2,750	(4,111)
Increase / (decrease) of investments	3,870	5,035	4,970
	37,048	34,232	27,741
Capital	2,696	(263)	2,788
Grand Total	(-)	-	-

Reconciliation from Funding Impact Statement to Statement of Comprehensive Revenue and Expenditure

Surplus / (deficit) of operating funding (above)	2,696	(263)	2,788
Depreciation and amortisation expense	3,501	4,462	4,509
Reduction in ACC Leasehold Liability	(740)	(815)	(815)
Provision for Doubtful Debts	19	20	20
Fair Value Gains	(3,270)	(1,156)	(1,156)
Add Capital Grants and Subsidies	(8,160)	(8,834)	(8,731)
Gain on Sale of Assets	(788)	(891)	(891)
Operating Surplus After Income Tax per Statement of Comprehensive Revenue and Expenditure	(6,741)	(7,477)	(4,275)

Annual Plan Disclosure Statement

Annual Plan disclosure statement for the year ending 30 June 2023

The purpose of this statement is to disclose the HBRC's planned financial performance in relation to various benchmarks to enable the assessment of whether the council is prudently managing its revenue, expenses, assets, liabilities, and general financial dealings. HBRC is required to include this statement in its annual plan in accordance with the Local Government (Financial Reporting and Prudence) Regulations 2014 (the regulations). Refer to the regulations for more information, including definitions of some of the terms used in this statement.

Benchmark	Planned 2022/23	Achieved
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Rates Affordability Benchmark

Total rates revenue will not exceed 60% of total revenue	41.48%	YES
Annual rate revenue will not exceed 8% of operating expenditure	5.71%	YES

For this benchmark,
a) HBRC's planned rates income for the year must not exceed 60% of total income, and
b) HBRC's planned rates increase for the year must not exceed 8% of operating expenditure

Debt Affordability Benchmark

Debt / Total revenue will not exceed 175%	127.20%	YES
Interest / Annual rates income will not exceed 20%	6.27%	YES

For this benchmark, HBRC's planned borrowing is compared with debt to total revenue ratio not exceeding 175% and total interest expense on external public debt not exceeding 20% of total annual rates income.

Balanced Budget Benchmark

equal or greater than 100%	105.53%	YES
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For this benchmark, HBRC's planned revenue (excluding development contributions, vested assets, financial contributions, gains on derivative financial instruments, and revaluations of property, plant or equipment) is presented as a proportion of its planned operating expenses (excluding losses on derivative financial instruments and revaluations of property, plant or equipment).

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

Essential Services Benchmark

equal or greater than 100%	596.18%	YES
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For this benchmark, HBRC's planned capital expenditure on network services is presented as a proportion of expected depreciation on network services. HBRC meets the essential services benchmark if its planned capital expenditure on network services equals or is greater than expected depreciation on network services (NB HBRC only has one network service and that covers the flood and drainage schemes).

Capital expenditure on flood protection and control works are funded by a combination of depreciation, reserve funding and borrowing for new assets. Not all infrastructure assets are depreciated as items such as stop banks do not drop in value.

Debt Servicing Benchmark

equal or less than 10%	2.60%	YES
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For this benchmark, HBRC's planned borrowing costs are presented as a proportion of planned revenue (excluding development contributions, financial contributions, vested assets, gains on derivative financial instruments and revaluation of property, plant and equipment).

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

Funding Impact Statement

Introduction

This Funding Impact Statement sets out the impact that the Hawke's Bay Regional Council's (HBRC) 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 targeted 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.

All the rates and levels of rates included in this Funding Impact Statement are GST inclusive.

Due dates for payment of rates

The rates for the 2022-2023 financial year are due and payable on 20 September 2022. Pursuant to Section 57 of the Local Government (Rating) Act 2002, a penalty charge of 10% will be imposed on any outstanding current rates as at 20 September 2022. A further 10% will be charged on total rates, including penalties outstanding on 1 July 2023.

Definition of 'Separately used or inhabited part of a rating unit' (SUIP)

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 Targeted Rate (UTR) for Targeted Rates, then a fixed amount is charged for each separately used or inhabited part of a rating unit, this includes any portion inhabited or used by [the owner/a person other than the owner], and who has the right to use or inhabit that portion by virtue of a tenancy, lease, licence, or other agreement.

This definition includes separately used parts, whether or not actually occupied at any particular time, which are used by the owner for rental (or other form of occupation) on an occasional or long term basis by someone other than the owner. For the purpose of this definition, vacant land and vacant premises offered or intended for use or habitation by a person other than the owner and usually used as such are defined as 'used'.

For the avoidance of doubt, a rating unit that has a single use or occupation is treated as having one separately used or inhabited part. Therefore, units in a rest home, retail shops in a shopping complex, and additional farmhouses are charged with separate UAGCs or UTRs. 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 UTR will be payable.

HBRC's intention 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 (LGRA) 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 HBRC for the budgeted year. The rates making up this category amount to 21.2% of HBRC's total rates in 2022-2023 and are therefore within the limits prescribed by the Act. All years of the Long Term 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 HBRC's website [hbrc.govt.nz](https://www.hbrc.govt.nz), search: #Rates 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.

Comparison of Rates on Specific Commercial Properties

Description of rates	Rating Basis	Napier Hotel		Napier Retail		Hastings Office	
		2021/22	2022/23	2021/22	2022/23	2021/22	2022/23
Details for comparison							
Capital Value	CV	3,550,000	3,550,000	2,440,000	2,440,000	6,570,000	6,570,000
Land Value	LV	1,630,000	1,630,000	920,000	920,000	1,530,000	1,530,000
Area (Hectares)	Area	0.4011	0.4011	0.0401	0.0401	0.3220	0.3220
Rates	Basis	\$	\$	\$	\$	\$	\$
General Rate	LV	448.09	524.86	252.91	296.24	465.89	549.88
UAGC Fixed Amount	Fixed	58.65	70.43	117.30	140.86	58.65	70.43
General Funded Rates		506.74	595.29	370.21	437.10	524.54	620.31
HPFCS F1Direct	CV	235.72	306.01			486.18	643.20
HPFCS F2 Indirect	CV	58.93	76.33	40.50	52.46	121.55	160.31
D1 Karamū & Tributaries	LV					356.18	383.27
Public Transport	LV	357.79	370.83	201.94	209.30	371.94	388.62
Central Stream/Drains	CV	4.97	4.97	3.42	3.42	10.51	10.51
Sustainable Homes	LV	69.11	70.91	39.01	40.02	71.76	74.36
Economic Development	CV	1,007.49	1,027.73	692.47	706.38	2,076.12	2,160.22
Meeanee Napr Puketapu	LV	244.34	284.76				
Coastal Hazards	Fixed	3.18	3.23	6.36	6.46	3.18	3.23
Emergency Management	Fixed	33.99	38.63	67.99	77.26	33.99	38.63
Targeted Rates		2,015.52	2,183.38	1,051.69	1,095.29	3,531.41	3,862.34
TOTAL RATES		2,522.26	2,778.67	1,421.90	1,532.39	4,055.95	4,482.65
Dollar Increase			256.41		110.49		426.70
Percentage Increase			10.17%		7.77%		10.52%

Note: The above rates are indicative based on the values of sample properties chosen. The change in rates will vary between properties based on the property values. In the case of properties in the Central Hawke's Bay and Wairoa Districts, the amount of the increase in property values following the 2021 revaluation, relative to other properties.

(continued)

Description of rates	Rating Basis	Hastings Industrial		Hastings Shop		Waipukurau Office		Wairoa Shops	
		2021/22	2022/23	2021-22	2022-23	2021-22	2022/23	2021/22	2022/23
Details for comparison									
Capital Value	CV	3,500,000	3,500,000	700,000	700,000	210,000	295,000	185,000	310,000
Land Value	LV	1,000,000	1,000,000	600,000	600,000	60,000	90,000	80,000	280,000
Area (Hectares)	Area	0.4708	0.4708	0.0941	0.0941	0.0717	0.0717	0.2022	0.2022
Rates	Basis	\$	\$	\$	\$	\$	\$	\$	\$
General Rate	LV	304.50	359.40	182.70	215.64	19.98	24.96	25.81	65.94
UAGC Fixed Amount	Fixed	58.65	70.43	58.65	70.43	58.65	70.43	58.65	70.43
General Funded Rates		363.15	429.83	241.35	286.07	78.63	95.39	84.46	136.37
HPFCS F1Direct	CV	259.00	342.65	51.80	68.53	-	-	-	-
HPFCS F2 Indirect	CV	64.75	85.40	12.95	17.08	-	-	-	-
D1 Karamū & Tributaries	LV	-	-	139.68	150.30	-	-	-	-
D2 Karamū & Tributaries	LV	931.40	1,002.10	-	-	-	-	-	-
Public Transport	LV	243.10	254.00	145.86	152.40	-	-	-	-
Central Stream/Drains	CV	5.60	5.60	1.12	1.12	0.38	0.38	-	-
Sustainable Homes	LV	46.90	48.60	28.14	29.16	-	-	-	-
Economic Development	CV	1,106.00	1,150.80	221.20	230.16	72.87	78.85	66.95	68.88
Upper Tukituki Scheme u4	LV	-	-	-	-	2.78	3.09	-	-
Coastal Hazards	Fixed	3.18	3.23	3.18	3.23	-	-	-	-
Wairoa River Scheme	CV	-	-	-	-	-	-	16.98	16.52
Emergency Management	Fixed	33.99	38.63	33.99	38.63	33.99	38.63	33.99	38.63
Targeted Rates		2,693.92	2,931.01	637.92	690.61	110.02	120.95	117.92	124.03
TOTAL RATES		3,057.07	3,360.84	879.27	976.68	188.65	216.34	202.38	260.40
Dollar Increase			303.77		97.41		27.69		58.02
Percentage Increase			9.94%		11.08%		14.68%		28.67%

Note: The above rates are indicative based on the values of sample properties chosen. The change in rates will vary between properties based on the property values. In the case of properties in the Central Hawke's Bay and Wairoa Districts, the amount of the increase in property values following the 2021 revaluation, relative to other properties.

Comparison of Rates on Specific Urban Properties

Description of rates	Rating Basis	Napier Hill		Napier South		Flaxmere		Havelock North	
		2021/22	2022/23	2021/22	2022/23	2021/22	2022/23	2021/22	2022/23
Details for comparison									
Capital Value	CV	1,510,000	1,510,000	520,000	520,000	240,000	240,000	1,000,000	1,000,000
Land Value	LV	470,000	470,000	325,000	325,000	66,000	66,000	450,000	450,000
Area (Hectares)	Area	0.0760	0.0760	0.0650	0.0650	0.000	0.000	0.0777	0.0777
Rates	Basis	\$	\$	\$	\$	\$	\$	\$	\$
General Rate	LV	129.20	151.34	89.34	104.65	20.10	23.72	137.03	161.73
UAGC Fixed Amount	Fixed	58.65	70.43	58.65	70.43	58.65	70.43	58.65	70.43
General Funded Rates		187.85	221.77	147.99	175.08	78.75	94.15	195.68	232.16
HPFCS F1 Direct	CV	-	-	34.53	44.82	17.76	23.50	-	-
HPFCS F2 Indirect	CV	25.07	32.47	8.63	11.18	4.44	5.86	18.50	24.40
Napier Meeanee Puketapu	LV	-	-	48.72	56.78	-	-	-	-
Public Transport	LV	103.17	106.93	71.34	73.94	16.04	16.76	109.40	114.30
Central Stream/Drains	CV	2.11	2.11	0.73	0.73	0.38	0.38	1.60	1.60
Karamū & Tributaries	LV	-	-	-	-	15.36	16.53	-	-
Karamū Drainage	Fixed	-	-	-	-	-	-	13.47	13.45
Karamū Enhancement	Fixed	-	-	-	-	-	-	12.56	12.55
Coastal Hazards	Fixed	3.18	3.23	3.18	3.23	3.18	3.23	3.18	3.23
Sustainable Homes	LV	19.93	20.45	13.78	14.14	3.10	3.21	21.11	21.87
Economic Development	Fixed	11.69	11.95	11.69	11.95	11.69	11.95	11.69	11.95
Emergency Management	Fixed	33.99	38.63	33.99	38.63	33.99	38.63	33.99	38.63
Targeted Rates		199.14	215.76	226.59	255.39	105.94	120.05	225.50	241.97
TOTAL RATES		386.99	437.53	374.58	430.47	184.69	214.20	421.18	474.13
Dollar Increase			50.54		55.89		29.51		52.95
Percentage Increase			13.06%		14.92%		15.98%		12.57%

Note: The above rates are indicative based on the values of sample properties chosen. The change in rates will vary between properties based on the property values. In the case of properties in the Central Hawke's Bay and Wairoa Districts, the amount of the increase in property values following the 2021 revaluation, relative to other properties.

(continued)

Description of rates	Rating Basis	Taradale		Hastings		Wairoa		Central HB	
		2021/22	2022/23	2021/22	2022/23	2021/22	2022/23	2021/22	2022/23
Details for comparison									
Capital Value	CV	740,000	740,000	630,000	630,000	175,000	350,000	485,000	810,000
Land Value	LV	430,000	430,000	300,000	300,000	60,000	175,000	170,000	380,000
Area (Hectares)	Area	0.1105	0.1105	0.1012	0.1012	0.1832	0.1832	0.1407	0.1407
Rates	Basis	\$	\$	\$	\$	\$	\$	\$	\$
General Rate	LV	118.21	138.46	91.35	107.82	19.36	41.21	56.61	105.37
UAGC Fixed Amount	Fixed	58.65	70.43	58.65	70.43	58.65	70.43	58.65	70.43
General Funded Rates		176.86	208.89	150.00	178.25	78.01	111.64	115.26	175.80
HPFCS F1 Direct	CV	49.14	63.79	46.62	61.68	-	-	-	-
HPFCS F2 Indirect	CV	12.28	15.91	11.66	15.37	-	-	-	-
Napier Meeanee Puketapu	LV	64.46	75.12	-	-	-	-	-	-
Public Transport	LV	94.39	97.83	72.93	76.20	-	-	-	-
Central Stream/Drains	CV	1.04	1.04	1.01	1.01	-	-	0.87	1.05
Wairoa Rivers/Streams	CV	-	-	-	-	16.07	18.66	-	-
UTTFCS	LV	-	-	-	-	-	-	7.89	13.03
D2 Karamū & Tributaries	LV	-	-	69.84	75.15	-	-	-	-
Coastal Hazards	Fixed	3.18	3.23	3.18	3.23	-	-	-	-
Sustainable Homes	LV	18.23	18.71	14.07	14.58	-	-	-	-
Economic Development	Fixed	11.69	11.95	11.69	11.95	11.69	11.95	11.69	11.95
Emergency Management	Fixed	33.99	38.63	33.99	38.63	33.99	38.63	33.99	38.63
Targeted Rates		288.40	326.19	264.99	297.79	61.75	69.23	54.44	64.67
TOTAL RATES		465.26	535.08	414.99	476.04	139.76	180.88	169.70	240.47
Dollar Increase			69.82		61.05		41.12		70.77
Percentage Increase			15.01%		14.71%		29.42%		41.70%

Note: The above rates are indicative based on the values of sample properties chosen. The change in rates will vary between properties based on the property values. In the case of properties in the Central Hawke's Bay and Wairoa Districts, the amount of the increase in property values following the 2021 revaluation, relative to other properties.

Comparison of Rural Rates in three Districts

Description of rates	Rating Basis	Hastings		Hastings		Central HB	
		2021/22	2022/23	2021/22	2022/23	2021/22	2022/23
Details for comparison							
Capital Value	CV	4,440,000	4,440,000	4,970,000	4,970,000	2,720,000	4,010,000
Land Value	LV	3,540,000	3,540,000	4,030,000	4,030,000	2,120,000	3,280,000
Area (Hectares)	Area	436.55	436.55	610.86	610.86	282.98	282.98
Rates	Basis	\$	\$	\$	\$	\$	\$
General Rate	LV	1,077.93	1,272.28	1,227.14	1,448.38	705.96	909.54
UAGC Fixed Amount	Fixed	58.65	70.43	58.65	70.43	58.65	70.43
General Funded Rates		1,136.58	1,342.71	1,285.79	1,518.81	764.61	979.97
HPFCS F2 Indirect	CV	82.14	108.34	91.95	121.27	-	-
Central Stream/Drains	CV	7.10	7.10	7.95	7.95	4.90	5.21
Plant Pest	Area	258.11	265.23	361.18	371.13	167.31	171.92
Animal Pest Rate	Area	911.03	979.33	1,274.80	1,370.37	590.54	634.81
Land Management	Area	458.69	481.07	641.84	673.15	297.33	311.83
Pōrangahau Flood	LV	-	-	-	-	200.34	193.19
Coastal Hazards	Fixed	3.18	3.23	3.18	3.23	-	-
Economic Development	Fixed	11.69	11.95	11.69	11.95	11.69	11.95
Emergency Management	Fixed	33.99	38.63	33.99	38.63	33.99	38.63
Targeted Rates		1,765.93	1,894.88	2,426.58	2,597.68	1,306.10	1,367.56
TOTAL RATES		2,902.51	3,237.58	3,712.37	4,116.49	2,070.71	2,347.53
Dollar Increase			335.07		404.13		276.81
Percentage Increase			11.54%		10.89%		13.37%

Note: The above rates are indicative based on the values of sample properties chosen. The change in rates will vary between properties based on the property values. In the case of properties in the Central Hawke's Bay and Wairoa Districts, the amount of the increase in property values following the 2021 revaluation, relative to other properties.

(continued)

Description of rates	Rating Basis	Central HB		Wairoa		Wairoa	
		2021/22	2022/23	2021/22	2022/23	2021/22	2022/23
Details for comparison							
Capital Value	CV	9,200,000	10,540,000	5,927,000	10,630,000	1,092,000	1,286,000
Land Value	LV	7,900,000	9,000,000	5,113,000	9,600,000	1,001,000	1,187,000
Area (Hectares)	Area	437.96	437.96	1,293.45	1,293.45	598.00	598.00
Rates	Basis	\$	\$	\$	\$	\$	\$
General Rate	LV	2,630.70	2,495.70	1,649.45	2,260.80	322.92	279.54
UAGC Fixed Amount	Fixed	58.65	70.43	117.30	140.86	58.65	70.43
General Funded Rates		2,689.35	2,566.13	1,766.75	2,401.66	381.57	349.97
Central Stream/Drains	CV	16.65	13.70	-	-	-	-
Plant Pest	Area	258.95	266.08	764.77	785.84	353.57	363.32
Animal Pest Rate	Area	913.98	982.50	2,699.30	2,901.66	428.53	464.55
Land Management	Area	460.17	482.62	1,359.05	1,425.36	628.33	658.98
Wairoa River / Streams	CV	-	-	544.10	566.58	100.25	68.54
Upper Tukituki River	LV	366.56	308.70	-	-	-	-
Economic Development	Fixed	11.69	11.95	23.38	23.90	11.69	11.95
Emergency Management	Fixed	33.99	38.63	67.99	77.26	33.99	38.63
Targeted Rates		2,061.99	2,104.19	5,458.59	5,780.59	1,556.36	1,605.97
TOTAL RATES		4,751.34	4,670.32	7,225.34	8,182.25	1,937.93	1,955.94
Dollar Increase			-81.02		956.91		18.01
Percentage Increase			-1.71%		13.24%		0.93%

Note: The above rates are indicative based on the values of sample properties chosen. The change in rates will vary between properties based on the property values. In the case of properties in the Central Hawke's Bay and Wairoa Districts, the amount of the increase in property values following the 2021 revaluation, relative to other properties.

Explanation of Rating Method – Types of Rates/ Activities Funded

General rates	Activities Funded	Types of land to be rated (Local Government (Rating) Act, schedule 2)	Basis of rating (Local Govt (Rating) Act, schedule 3)
General rates	General rates fund the remaining cost of Council activities excluding that portion funded by targeted rates and the UAGC. Activities funded include: <ul style="list-style-type: none"> • Consents and Compliance • Integrated Catchment Management • Governance and Partnerships • Catchment works (part) • Erosion Control Scheme 	All rateable rating units within the region.	Land Value using Section 131 of the LGRA
Uniform Annual General Charges	The UAGC is set at a level which is approximately 20% of rates, subject to the statutory maximum, are charged on a fixed basis. Activities funded include: <ul style="list-style-type: none"> • Consents and Compliance • Integrated Catchment Management • Governance and Partnerships 	All rateable rating units within the region.	UAGC (Refer Note 1) section 15 (1)
Targeted rates	Activities funded	Types of land to be rated (Local Government (Rating) Act, schedule 2)	Basis of Rating (Local Govt (Rating) Act, Schedule 3)
Subsidised Public Transport	Passenger Transport	Those rating units within the urban areas of Napier, Hastings & Havelock North including Clive Township but excluding Bay View. Clive Township is capped at \$200,000 LV.	Land Value
Heretaunga Plains Control Scheme - Rivers	Asset Management – Flood Protection & Control <ul style="list-style-type: none"> • Direct Benefit • Indirect Benefit (see Flood Protection & Control section) 	Rating units receiving direct benefit within Napier City and Hastings District from flood control measures. All rating units within Napier City and Hastings District.	Projected Capital Value
Heretaunga Plains Flood Control Scheme – Streams and Drains	Asset Management – Flood Protection & Control <ul style="list-style-type: none"> • Direct Benefit (see Flood Protection & Control section) 	Rating units receiving direct benefit within one of nine individual drainage catchment areas. For all rating units within each of the nine drainage catchment areas a differential of four times for properties with an industrial land use. Also separate targeted rates for Raupare enhancement agreement and Karamū enhancement.	Land Value Area or fixed amount
Upper Tukituki Catchment Control	Asset Management – Flood Protection & Control (see Flood Protection & Control section)	All rating units within the Central Hawke's Bay District and all rating units on the southern boundary of Hastings District Council on a differential basis based on the provision of service provided.	Differential Land Value
Central & Southern Rivers & Streams	Asset Management – Flood Protection & Control	All rating units in the region excluding Wairoa District.	Capital Value
Wairoa River & Stream	Asset Management – Flood Protection & Control	All rating units in the Wairoa District.	Capital Value

(continued)

Targeted Rates	Activities funded	Types of Land to be Rated (Local Government (Rating) Act, Schedule 2)	Basis of Rating (Local Govt (Rating) Act, Schedule 3)
Various Stream & Drainage Schemes	Asset Management – Flood Protection & Control	Location and use of properties with a services of stream and drainage works are provided.	Differential Land Value Area of land within a rating unit. Fixed amount per rating unit.
Animal Pest Strategy	Pest Animal Control	All rateable rural land containing 4.0469 hectares in the region excluding rating units greater than 200 hectares where the land is not used for productive purposes. (Council has defined land that is covered in more than 90% in indigenous vegetation as not productive). Rating factors are divided into Northern (N) and Southern (S) areas with the Ngaruroro River being the divide. Taupō, Napier and Wairoa are Northern, Central Hawkes Bay and Rangitikei are Southern. Hastings area is included in both Northern and Southern. Land that is used for forestry and has a land area between 40 and 4000 hectares will be levied a differential rate. Council has defined land that is covered in more than 75% in production forestry as being used for forestry purposes.	Area/Use
Sustainable Land Management	Catchment Management – Delivery & Policy Implementation	All productive rateable rural land containing 4.0469 hectares in the region. Council has defined properties titles subject to QE11 Open Space Covenants are not productive.	Area/Use
Plant Pest Strategy	Pest Plant Control	All rateable rural land containing 4.0469 hectares in the region excluding rating units greater than 200 hectares and where the land is not used for productive purposes. Council has defined land covered in more than 90% indigenous vegetation is not productive.	Area/Use
Sustainable Homes	Management of the scheme to encourage the replacement of open fire or wood burners with more efficient forms of heating and where necessary the installation of insulation.	All rating units in Napier and Hastings within the affected air-shed.	Land Value
Sustainable Homes - Financial Assistance	Repayment of financial assistance to ratepayers to insulate homes, replace open fires or non-compliant wood-burners, solar heating, PhotoVoltaic cells, domestic water storage, double glazing and septic tank replacement.	Those ratepayers who have opted for financial assistance to be repaid over 10 years with interest as a fixed amount through a Targeted Differential rate.	Extent of provision of any service to the rating unit
Erosion Control – Financial Assistance	Repayment of financial assistance to ratepayers to fund riparian fencing, planting and maintenance of planted areas for highly-erodible land unsuitable for commercial forestry.	Those ratepayers who have opted for financial assistance to be repaid over 10 years with interest as a fixed amount through a Targeted Differential rate.	Extent of provision of any service to the rating unit

(continued)

Targeted Rates	Activities funded	Types of Land to be Rated (Local Government (Rating) Act, Schedule 2)	Basis of Rating (Local Govt (Rating) Act, Schedule 3)
Coastal Hazards	To fund development of Stage 4 of the Clifton to Tangoio Coastal Hazards Strategy	All rateable units within Napier and Hastings	UTR (Refer Note 1)
Economic Development Rate	Regional Development. To fund economic and tourism development in the Hawke's Bay Region	Commercial/industrial rating units based on the Capital Value. Residential and rural rating units as a fixed amount per SUIP. Wairoa is capped at 5% of total yield	Differential Capital Value Differential UTR by location (Refer to Note 1)
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 Taupō districts	UTR (Refer to Note 1)

Note 1: A Uniform Annual General Charge (UAGC) or Uniform Targeted Rate (UTR) is set on each separately used or inhabited part of a rating unit, this includes any portion inhabited or used by [the owner/a person other than the owner], and who has the right to use or inhabit that portion by virtue of a tenancy, lease, licence or other agreement. This definition includes separately used parts, whether or not actually occupied at any particular time, which are used by the owner for rental (or other form of occupation) on an occasional or long-term basis by someone other than the owner.

Note 2: A Uniform Targeted Rate (UTR) on each rating unit.

Explanation of Rating Methods River Control and Drainage/Explanation of Rates

Flood Protection & Control		Explanation of Rates	
Heretaunga Plains Flood Control Scheme - Rivers			
Napier City	Capital Value	Direct	Properties receive direct benefit from reduced risk of flooding and rivers changing their course.
Napier City	Capital Value	Indirect	Properties receive indirect benefit as a result of their proximity to area of increased economic activity, increased social/recreational/cultural infrastructure, and increased opportunity for employment, service industry and investment.
Hastings District	Capital Value	Direct	Properties receive direct benefit from reduced risk of flooding and rivers changing their course.
Hastings District	Capital Value	Indirect	Properties receive indirect benefit as a result of their proximity to area of increased economic activity, increased social/recreational/cultural infrastructure, and increased opportunity for employment, service industry and investment.
Heretaunga Plains Flood Control Scheme - Streams & Drains			
Meeanee, Napier, Puketapu, Oamaru, Dartmoor Drainage Areas	Land Value	D1	Rateable land situated in the Hastings District and Napier City on the left bank of the Tūtaekurī River which Council considers received direct benefit of drain maintenance works within the drain catchment areas of Meeanee, Napier, Puketapu and Dartmoor but excluding the George's Drive drainage area and the Brookfields Awatoto drainage area within Napier City, and on the right bank of the Tūtaekurī River within the drain catchment area of Oamaru.
Meeanee, Napier, Puketapu, Oamaru, Dartmoor Drainage Areas Industrial	Land Value	DI1	Rateable land within the D1 differential and being zoned for industrial purposes. The Council considers the benefit to these properties is added economic activity made possible by the drainage network and its continued maintenance.
Karamū Stream and Tributaries	Land Value	D2	Rateable land situated in the Hastings District within the Karamū Stream catchment area which Council considers receives direct benefit of drain and stream maintenance works.
Karamū Stream and Tributaries Industrial	Land Value	DI2	Rateable land within the D2 differential and being zoned for industrial purposes. The Council considers the benefit to these properties is added economic activity made possible by the drainage network and its continued maintenance.
Twyford Raupare	Land Value	D3	Rateable land situated in the Hastings District within the Twyford Raupare drainage area which Council considers receives direct benefit of drain and stream maintenance works.
Twyford Raupare Enhancement	Area	DA3	Selected properties in the Raupare Catchment (1,179 Hectares) which have agreed to contribute to the enhancement of specific streams and drains in the Raupare Catchment.
Twyford Raupare Industrial	Land Value	DI3	Rateable land within D3 differential and being zoned for industrial purposes. The Council considers the benefit to these properties is added economic activity made possible by the drainage network and its continued maintenance.
Haumoana/Te Awanga	Land Value	D4	Rateable land situated in the Hastings District within the Haumoana drainage area which Council considers receives direct benefit of drain and stream maintenance works.
Haumoana/Te Awanga Industrial	Land Value	DI4	Rateable land within the D4 differential and being zoned for industrial purposes. The Council considers the benefit of these properties is added economic activity made possible by the drainage network and its continued maintenance. No rates charged.
Tūtaekurī-Waimate & Moteo	Land Value	D5	Rateable land situated in the Hastings District within the Tūtaekurī-Waimate, Moteo drainage area which Council considers receives direct benefit of drain and stream maintenance works.

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Pākōwhai	Land Value	D6	Rateable land situated in the Hastings District within the Pākōwhai, Puninga drainage area which Council considers receives direct benefit of drain and stream maintenance works.
Pākōwhai	Land Value	DI6	Rateable land within the D6 differential and being zoned for industrial purposes. The Council considers the benefit to these properties is added economic activity made possible by the drainage network and its continued maintenance. No rates charged.
Brookfield Awatoto	Land Value	D7	Rateable land situated in Napier within the Brookfield Awatoto drainage area which Council considers receives direct benefit of drain and stream maintenance works.
Brookfield Awatoto Industrial	Land Value	DI7	Rateable land within the D7 differential and being zoned for industrial purposes. The Council considers the benefit to these properties is added economic activity made possible by the drainage network and its continued maintenance.
Clive Muddy Creek	Land Value	D8	Rateable land situated in the Hastings District within the Clive Muddy Creek drainage area which Council considers receives benefit of drain and stream maintenance works.
Clive Muddy Creek	Land Value	DI8	Rateable land within the D8 differential and zoned used for industrial purposes. The Council considers the benefit to these properties is added economic activity made possible by the drainage network and its continued maintenance.
Puninga	Land Value	D9	Rateable land situated in the Hastings District within the Puninga drainage area which Council considers receives direct benefit of drain and stream maintenance works.
Puninga	Land value	DI9	Rateable land within the D9 differential and being zoned for industrial purposes. The Council considers the benefit to these properties is added economic activity made possible by the drainage network and its continued maintenance. No rates charged.

Upper Tukituki Flood Control Scheme

Central HB District	Land Value	A - direct	Land adjacent to stopbanked reaches of Tukituki and Waipawa rivers and receiving full and direct benefit from reduced risk of flooding and rivers changing their course as a result of stopbanks and river control works.
Central HB District	Land Value	B - direct	Land adjacent to stopbanks and receiving an intermediate level of direct benefit from reduced risk of flooding and rivers changing their course as a result of stopbanks and river control works; and land between the Waipawa, Tukituki and Tukipo Rivers which could experience floodwaters flowing in channels in the event of stopbank failure on the south banks of the Waipawa and Tukituki Rivers.
Central HB District	Land Value	C - direct	Lower land adjacent to non stopbanked reaches of the Tukituki and Waipawa Rivers and adjacent to the lower reach of the Makaretu River; and land on the Ruataniwha Plains and downstream river terraces which is considered to be high enough to be at or just above inundation levels; and an area of land protected by the upstream end of the stopbank on the north bank of the Tukipo River where only minor channel improvements are required to protect the stopbank; and land immediately adjacent to the channel in the upstream reach of the Papanui Stream recognising the benefits to be received from improvements to the Waipawa River channel.
Central HB District	Land Value	D - direct	Unprotected land adjacent to rivers and streams which require only a minor level of channel improvements; higher land which is adjacent to more highly classified land or is adjacent to the lower reaches of the main rivers. It is land which would generally not be expected to experience flooding in a major event; an area between the Makaretu and Tukipo Rivers through which overflow from the Makaretu River would be expected to flow in channels; and land adjacent to the channel in the middle reach of the Papanui Stream where the channel is not as entrenched as it is further upstream.
Central HB District	Land Value	E - direct	Land adjacent to watercourses on which a level of channel maintenance is to be pursued (e.g. lower Papanui Stream, Tukituki River downstream of Tamumu, Ongaonga Stream); and a broad strip of land adjacent to watercourses and more highly classified land which includes both flat and hill country on or adjacent to the Ruataniwha Plains.
Central HB District	Land Value	F - Indirect	Land of the catchment which receives only indirect benefit, including eastern and southern hill country, central hills, mountain foothills and the highest parts of the Ruataniwha Plains.

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Central HB District	Land Value	U1 - direct	Rateable property situated in the Upper Tukituki Catchment Control Scheme area being generally land on the Ruataniwha Plains adjacent to the presently stopbanked reaches of the Waipawa and Tukituki Rivers which Council considers receives direct benefit from a full range of flood protection measures provided by the scheme works, and generally being urban land within the townships of Waipawa and Waipukurau.
Central HB District	Land Value	U2 - direct	Rateable property situated in the Upper Tukituki Catchment Control Scheme area being generally land on the Ruataniwha Plains adjacent to the presently stopbanked reaches of the Waipawa and Tukituki Rivers which Council considers receives direct benefit from a full range of flood protection measures provided by the scheme works, and generally being urban land within the townships of Waipawa and Waipukurau which is considered to be high enough to be at or just above possible inundation levels.
Central HB District	Land Value	U3 - direct	Rateable property situated in the Upper Tukituki Catchment Control Scheme area being generally land on the Ruataniwha Plains adjacent to the presently stopbanked reaches of the Waipawa and Tukituki Rivers which Council considers receives direct benefit from a full range of flood protection measures provided by the scheme works, and generally being urban land within the townships of Waipawa and Waipukurau which would generally not be expected to experience flooding in a major event.
Central HB District	Land Value	U4 - direct	Rateable property situated in the Upper Tukituki Catchment Control Scheme area being generally land on the Ruataniwha Plains adjacent to the presently stopbanked reaches of the Waipawa and Tukituki Rivers which Council considers receives direct benefit from a full range of flood protection measures provided by the scheme works, and generally being urban land within the townships of Waipawa and Waipukurau. A broad strip adjacent to watercourses and land receiving a greater degree of benefit including both flat and hill country on or adjacent to the Ruataniwha Plains where river control works reduce the risk of erosion to adjoining hills and river terraces.
Hastings District	Land Value	E - direct	Land adjacent to watercourses on which a level of channel maintenance is to be pursued (e.g. lower Papanui Stream, Tukituki River downstream of Tamumu, Ongaonga Stream); and a broad strip of land adjacent to watercourses and more highly classified land which includes both flat and hill country on or adjacent to the Ruataniwha Plains.
Hastings District	Land Value	F - indirect	Land of the catchment which receives only indirect benefit, including eastern and southern hill country, central hills, mountain foothills and the highest parts of the Ruataniwha Plains.

Upper Mākara Streams Catchment Special Rating Scheme

Central HB District	Area Basis	A	This rural class of direct benefit extends on the valley floor in the upstream flood plains of the Mākara Stream and part elsewhere downstream. This area is susceptible to very severe and frequent flooding and siltation and receives flood protection.
Central HB District	Area Basis	B	A direct benefit area of the Mākara flats where the flooding is less frequent than the land in Class A and which provides near optimum cropping potential. This area extends downstream to include the flood plains of the Wharemate and Silver Range Streams at their confluence with the Mākara Stream.
Central HB District	Area Basis	C - Mākara	A direct benefit area of the Mākara flats downstream of Kokatewai Road where only medium frequency flooding and siltation occurs, but where utilisation is more limited than in Class B due to accessibility and the width of the flats.
Central HB District	Area Basis	C - Wharemate	A direct benefit area adjacent to the Wharemate Stream that is susceptible to very severe and frequent flooding and ponding due to poor drainage. This area will have greater protection due to the detention dams. The area is difficult to utilise due to the irregularities of the valley floor.
Central HB District	Area Basis	D - Mākara	This rural class of direct benefit covers the flood plain of the Mākara Stream from the Elsthorpe township to the outlet of the catchment. It is an area of low frequency flooding and siltation in the lower Mākara where protection in the upstream dams will provide 20-year plus protection here with the large channel that exists making the land suitable for high risk cropping.
Central HB District	Area Basis	D - Silver Range	This rural class of direct benefit covers the floodplain of the Silver Range Stream from the Mākara Stream to the bridge on Kahurānaki Road. This area has a narrow stream bed and limited stopbanks that result in high frequency flooding and siltation. Given the risks, this area will be suitable only for grazing.
Central HB District	Area Basis	E	This class of direct benefit extends from the Mākara floodplain northward and follows a soil and topography boundary on the eastern side of Kahurānaki Road. An area of moderate to very severe soil erosion in the northern section of moderate to very steep hill country requiring intensive conservation measures to prevent loss and damage to land and improvements and stabilise stream beds.

(continued)

Central HB District	Area Basis	F	An area not in the classes above but receiving indirect benefit from all the works carried out on the Scheme through the protection of communications assets including roads, and telecommunications networks, the support of amenities, services and facilities in the area and the general economic stability of the community. Contains the balance of the catchment.
Central HB District	Area Basis	G	For those properties that straddle the catchment boundary, this area is the balance of properties that lie outside the catchment boundary and therefore, receive no benefit from the scheme. No rates charged.

Poukawa Drainage Special Rating Scheme

Hastings District	Land value	A	Rateable property situated in the Hastings District on the lower lying land surrounding Lake Poukawa and subject to seasonal inundation which HBRC considers receives both direct and indirect benefit of the maintenance of the drainage scheme.
Hastings District	Land value	B	Rateable property situated in the Hastings District on the periphery of the land surrounding Lake Poukawa receiving the benefits as described in Class A which HBRC considers receives both direct and indirect benefit of the maintenance of the drainage scheme.
Hastings District	Land value	C	Rateable property situated in the Hastings District surrounding Lake Poukawa which HBRC considers receives indirect benefit of the maintenance of the drainage scheme.

Paeroa Drainage Scheme Special Rating Area

Wairoa District	Area Basis	A	Rateable property situated in the Wairoa District on the lower lying land in the valley of the Waikoko Stream and the majority of the flat area surrounding and including the aerodrome, racecourse which HBRC considers receives both direct and indirect benefit of the drain and stream maintenance works.
Wairoa District	Area Basis	B	Rateable property situated in the Wairoa District including the sloping land in the Clydebank Road area on the delta at the lower end of the Awatere Stream valley which HBRC considers receives both direct and indirect benefit of the drain and stream maintenance works.
Wairoa District	Area Basis	C	Rateable property situated in the Wairoa District on the valley floors in the middle reaches of the Awatere and Waikoko Streams, and the slightly higher land adjacent to the Awatere Stream in the vicinity of SH2. It also includes the land to the west of the aerodrome which relies on culverts under the runway for a drainage outlet which HBRC considers receives both direct and indirect benefit of the drain and stream maintenance works.
Wairoa District	Area Basis	D	Rateable property situated in the Wairoa District on land near the boundaries of the classified area more remote from the watercourse maintained under the Scheme. It also includes land to the south of the railway (mainly urban property) which relies directly on the Awatere Stream for a drainage outlet which HBRC considers receives both direct and indirect benefit of the drain and stream maintenance works.
Wairoa District	Area Basis	E	Rateable property situated in the Wairoa District which HBRC considers receives indirect benefit only and includes the top ends of the valley floors, hill country adjacent to that land receiving direct benefit and an area of North Clyde.

Ohuia- Whakakī Drainage Scheme

Wairoa District	Area Basis	A	This Scheme is located only a few kilometres east of Wairoa where it drains a 3,410ha catchment to Hawke Bay. The Scheme uses a combination of detention and gravity drains plus controlled pump discharges to enable landowners to improve production. The cost is apportioned across a land area of just over 1,038ha based on the location. Each category has a proportionate factor applied to determine the amount payable per hectare.
Wairoa District	Area Basis	B	Land that without drainage could be inundated up to eight months of the year.
Wairoa District	Area Basis	C	Land affected by high water table because of poor outfall, overflow or backing up from lower lands.
Wairoa District	Area Basis	D	Land subject to ponding from time to time because of lack of outfall or from backing up to a lesser degree.
Wairoa District	Area Basis	E	Hill land and other land benefiting by improved access not available under original conditions.

(continued)

Opoho Drainage Stream Scheme

Wairoa District	Fixed Amount	A, B, C	The Opoho Flood and Drainage Scheme involves three neighbouring farms situated approximately half way between Wairoa and Nuhaka. The relativities between the three properties in the Scheme were determined by way of an analysis of the benefits received by each property and respective apportionment of costs. The rating allocation should be reviewed every six years.
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Kopuawhara Stream Flood Control/Maintenance Scheme

Wairoa District	Area Basis	K1	Rateable property situated in the Scheme area within 20m of the banks of the Kopuawhara Stream which HBRC considers receives direct benefit from flood protection works. The benefits of these flood protection measures are reduction in bank erosion, bank and channel stability and loss of land by flooding and siltation. The K1 rating covers approximately 7.5km of channel versus only 4.7km of maintained channel as the lower reaches of the K1 rating areas are deemed to receive benefit from the upstream maintenance.
Wairoa District	Area Basis	K2	Rateable property situated in the Scheme area being the balance of flat land within the scheme area between Mahanga Road and the Railway Bridge over the Kopuawhara Stream but excluding land in differential K1. HBRC considers this land receives benefit from flood protection works. The benefits of these protection measures are reduction in bank erosion, bank and channel stability and loss of land by flooding and siltation to a lesser extent than the benefits received by land in differential area K1.
Wairoa District	Area Basis	K3	Rateable property situated in the Scheme area being two bands of flat land, each 300m wide, on both sides of the Kopuawhara Stream extending south from the Mahanga Road Bridge downstream to the boundary of the Scheme area. Land within differential K1 and K2 are excluded. HBRC considers this land receives benefit from flood protection works. The benefits of these flood protection measures are a reduction in the frequency of flooding from overflows from the Kopuawhara Stream.
Wairoa District	Area Basis	K4	Rateable property situated in the Scheme area being the flat land outside of the two 300m bands of K3 below Mahanga Road. Land within differential K1, K2 and K3 are excluded. HBRC considers this land received benefit from flood protection works. The benefits of these flood protection measures are a reduction in the frequency of flooding from overflows from the Kopuawhara Stream.

Te Ngarue Stream Flood Protection Scheme

Hastings District	Area Basis	TN	The rating system has two rating class covering an area of 135ha. Rates are levied for the Scheme's maintenance activities only. Rateable property situated in the Hastings District within Te Ngarue Stream catchment (excluding property in Part Section 7 Block/ Tangoio Survey District) receiving direct and indirect benefit from Te Ngarue Scheme flood protection. The benefit of these protection measures, clearing of all trees and obstructions from the stream channel between the lagoon and Tangoio Road bridge, the removal of trees growing along the stream bank at risk of falling into the channel, and widening of parts of the channel and bank protection works adjacent to Beach Road, are a reduction in the risk of flooding to land situated within the benefit area.
Hastings District	Area Basis	TN1	The rating system has two rating class covering an area of 135ha. Rates are levied for the Scheme's maintenance activities only. Rateable property situated in Part Section 7 Block I Tangoio Survey District within Te Ngarue Stream catchment receiving direct and indirect benefit from Te Ngarue Scheme flood protection. To reduce the effect of flooding and erosion and provide security for investment and economic activity.

(continued)

Esk River and Whirinaki Stream Maintenance Scheme

Esk River

Hastings District	Area Basis	E1	The Esk rating system has two categories, namely Esk (E1 and E2) and Rural Industry (R11, R12, R13). Some of the properties are rated for more than one category. The rating catchment area for Esk is approximately 515ha. Rateable land situated in the Esk River Maintenance Scheme area from the confluence with the Mangakopikopiko Stream to the sea is charged this rate. The benefit of the river works has reduced the incidence of flooding on these properties during floods. Properties in area E1 are part of the Esk scheme with costs apportioned based on a percentage of the total scheme costs apportioned to this category.
Hastings District	Area Basis	E2	Properties in area E2 are part of the Esk scheme with costs apportioned based on a percentage of the total scheme costs apportioned to this category.
Hastings District	Area Basis	R11	Properties in area R11 are part of the Esk scheme with costs apportioned based on a percentage of the total scheme costs apportioned to this category.
Hastings District	Area Basis	R12	Properties in area R12 are part of the Esk scheme with costs apportioned based on a percentage of the total scheme costs apportioned to this category.
Hastings District	Area Basis	R13	Properties in area R13 are part of the Esk scheme with costs apportioned based on a percentage of the total scheme costs apportioned to this category.

Whirinaki Stream

Hastings District	Area Basis	W1,W2,W3, W4,W5,W6, W7	Costs are separately identified for Whirinaki (W). This is rateable land within the Whirinaki Stream Maintenance Scheme receiving direct benefit from the maintenance work associated with the Whirinaki Stream and its designated tributaries. Each category has an applied percentage.
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Karamū Drainage Maintenance

Hastings District	UTR	This Scheme covers properties in Havelock North, being properties in the Karamū Catchment, which do not contribute to the Heretaunga Plains Flood Control Scheme-Streams & Drains (Karamū D2). The Scheme involves maintenance of the completed enhancement works in the Karamū Stream.
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Karamū Enhancement

Hastings District	UTR	This Scheme covers properties in Havelock North, being properties in the Karamū Catchment, which do not contribute to the Heretaunga Plains Flood Control Scheme-Streams & Drains (Karamū D2). The Scheme involves funding for one third the cost of new enhancement works in the Karamū Stream.
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Pōrangahau Flood Control

Central HB District	Land Value	This Scheme covers 90km of waterways consisting of the Porangahau River and some of its tributaries in Central Hawke's Bay. It was established to reduce flooding and bank erosion and ensure the main access to the community via Porangahau Road is not closed so often due to flooding. The Porangahau Scheme uses only natural assets (streams and rivers) and no hard engineering structures. The main strategy is routine maintenance involving vegetation control, predominantly willow with minor bank stabilisation and debris build-up removal.
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Maraetotara Flood Maintenance

Hastings District	Capital Value	This Scheme reduces the risks of the Maraetotara River flooding Te Awanga township, roading and communication links. The rating scheme has only one rating class covering an area of 54ha. Rates are levied for the Scheme's maintenance activities only. The Scheme was established to protect a 1/100 year flood event, although land on the right bank will still be flooded when the river is high the scheme keeps the Maraetotara River flows within the stopbanks, floodwalls and natural high ground, and a flood-gated outlet from the lagoon through the stopbank to the river.
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Kairakau Community Scheme

Central HB District	UTR	This Scheme maintains flood protection, including the seawall and Mangakuri River retaining wall for the Kairakau community on the Central Hawkes Bay coastline. HBRC works closely with the Kairakau Development Society (KDS) which requested the scheme. KDS determines on behalf of the community what work is needed.
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All rates figures are GST inclusive



Details of Rates Calculated within each District and City: General Rates and Uniform Annual General Rates

Groups of Activities	Districts	Rates set on	Differentials or Units of Charge	Calculation Factor	Estimated Rates Revenue 2022/2023	Estimated amount of \$100,000 value per property	2021-22 Rate
GENERAL RATE				Cents in \$			
	Napier City	Land Value		0.03220	\$ 2,977,841	\$32.20	\$2,535,043
	Hastings District	Land Value		0.03594	\$ 5,166,798	\$35.94	\$4,352,615
	Central HB District	Land Value		0.02773	\$1,613,221	\$27.73	\$1,197,655
	Wairoa District	Land Value		0.02355	\$ 668,810	\$23.55	\$469,627
	Taupō District	Land Value		0.03395	\$ 22,633	\$33.95	\$18,568
	Rangitikei District	Land Value		0.02623	\$ 4,314	\$26.23	\$9,226
					\$10,453,617		\$8,582,734

UNIFORM ANNUAL GENERAL CHARGE		No of SUIPs	Per SUIP			
Napier City	Fixed Amount	28,243	70.43	\$1,989,021	\$70.43	\$1,637,348
Hastings District	Fixed Amount	34,453	70.43	\$2,426,369	\$70.43	\$1,989,900
Central HB District	Fixed Amount	6,865	70.43	\$483,443	\$70.43	\$391,142
Wairoa District	Fixed Amount	5,143	70.43	\$362,219	\$70.43	\$300,986
Taupō District	Fixed Amount	55	70.43	\$3,873	\$70.43	\$3,226
Rangitikei District	Fixed Amount	1	70.43	\$70	\$70.43	\$117
		74,759		\$5,264,995		\$4,322,719

Details of Rates Calculated within each District and City

Groups of Activities/ Rate Type	Districts	Rates set on	Differentials or units of charge	Calculation Factor	Estimated Rates Revenue 2022/2023	Estimated amount of \$100,000 value per property	2021/2022 Rate
SUBSIDISED PUBLIC TRANSPORT RATE				Cents in \$			
	Napier City	Land Value		0.02275	1,859,875	\$22.75	\$1,795,951
	Hastings District	Land Value		0.02540	1,453,962	\$25.40	\$1,387,089
	Clive	Land value		0.02540	28,793	\$25.40	\$27,544
					3,342,629		\$3,210,583
RIVER CONTROL				Benefit			
Heretaunga Plains Flood Control Scheme				Cents in \$			
	Napier City	Capital Value	Direct	0.00862	1,143,896	\$8.62	\$873,699
	Napier City	Capital Value	Indirect	0.00215	420,045	\$2.15	\$321,053
	Hastings District	Capital Value	Direct	0.00979	1,410,966	\$9.79	\$1,054,593
	Hastings District	Capital Value	Indirect	0.00244	674,896	\$2.44	\$505,358
					3,649,804		\$2,754,703
Upper Tukituki Catchment Control Scheme				Cents in \$			
	Central HB District	Land Value A	F1 100	0.34284	\$148,475	\$342.84	\$151,966
	Central HB District	Land Value B	F2 75	0.25713	\$244,377	\$257.13	\$221,580
	Central HB District	Land Value C	F3 50	0.17143	\$135,196	\$171.43	\$110,821
	Central HB District	Land Value D	F4 25	0.08571	\$151,435	\$85.71	\$135,526
	Central HB District	Land Value E	F5 10	0.03429	\$95,617	\$34.29	\$82,004
	Central HB District	Land Value F	F6 1	0.00343	\$104,805	\$3.43	\$93,294
	Central HB District	Land Value	U1 25	0.08571	\$77,028	\$85.71	\$44,616
	Central HB District	Land Value	U2 15	0.05142	\$11,412	\$51.42	\$7,519
	Central HB District	Land Value	U3 10	0.03429	\$17,757	\$34.29	\$11,397
	Central HB District	Land Value	U4 1	0.00343	\$17,998	\$3.43	\$9,676
	Hastings District	Land Value	F5 10	0.04445	\$1,814	\$44.45	\$1,728
	Hastings District	Land Value	F6 1	0.00445	\$3,440	\$4.45	\$3,270
					\$1,009,356		\$873,397
Coastal Hazards				No of SUIPs	Per SUIP	Per SUIP	
	Napier City	Fixed Amount	28,243	3.22836	\$91,177	\$3.23	\$88,794
	Hastings District	Fixed Amount	34,455	3.22836	\$111,232	\$3.23	\$107,916
			62,697		\$202,408		\$196,711
Wairoa River & Streams Scheme				Cents in \$		Per \$100,000	
	Wairoa District	Capital Value		0.00533	\$211,905.42	\$5.33	\$205,940
Central & Southern Area Rivers & Streams				Cents in \$			
	Napier City	Capital Value		0.00014	\$27,856	\$0.14	\$27,924
	Hastings District	Capital Value		0.00016	\$44,324	\$0.16	\$43,494
	Central HB District	Capital Value		0.00013	\$11,758	\$0.13	\$10,108
	Taupo District	Capital Value		0.00015	\$142	\$0.15	\$137
	Rangitikei District	Capital Value		0.00000	\$0	\$0.00	\$50
					\$84,080		\$81,713

(continued)

Groups of Activities / Rate Type	Districts	Rates set on	Differentials or units of charge	Calculation Factor	Estimated Rates Revenue 2022/2023	Estimated Amount of \$100,000 on value per property	2021-2022 Rates
STREAMS AND DRAINS							
Napier Meeanee Puketapu				Cents in \$			
	Napier City	Land Value	Urban	0.01747	\$968,408	\$17.47	\$829,507
	Napier City	Land Value	Industrial	0.06988	\$272,857	\$69.88	\$235,353
	Hastings District	Land Value	Rural	0.01950	\$34,220	\$19.50	\$28,092
					\$1,275,485		\$1,092,951
Karamū & Tributaries				Cents in \$			
	Hastings District	Land Value	Urban	0.02505	\$1,111,602	\$25.05	\$1,030,044
	Hastings District	Land Value	Industrial	0.10021	\$382,006	\$100.21	\$350,239
					\$1,493,608		\$1,380,283
Raupare Enhancement				Cents per hectare		Per hectare	
	Hastings District	Area	1,178	1403.92	\$16,538	\$14.04	\$14,085
Raupare Twyford				Cents in \$			
	Hastings District	Land Value	Rural	0.03229	\$194,891	\$32.29	\$171,436
Haumoana				Per \$100,000			
	Hastings District	Land Value	Rural	0.07119	\$167,186	\$71.19	\$162,691
Tūtaekurī Waimate Moteo				Per \$100,000			
	Hastings District	Land Value	Rural	0.10167	\$288,343	\$101.67	\$280,591
Pākōwhai Brookfields				Per \$100,000			
	Hastings District	Land Value	Rural	0.10485	\$170,785	\$104.85	\$155,813
Puninga				Per \$100,000			
	Hastings District	Land Value	Rural	0.16266	\$113,272	\$162.66	\$85,455
Brookfields Awatoto				Per \$100,000			
	Napier City	Land Value	Urban	0.08173	\$106,380	\$81.73	\$103,373
	Napier City	Land Value	Industrial	0.32692	\$78,494	\$326.92	\$76,517
					\$184,874		\$179,890
Muddy Creek				Cents per hectare		Per hectare	
	Hastings District	Land Value	Urban	0.05889	\$225,807	\$58.89	\$219,694
	Hastings District	Land Value	Industrial	0.23554	\$64,232	\$235.54	\$62,529
					\$290,040		\$282,222
Karamū Drainage Mtce				Per unit		Per unit	
	Hastings District	Fixed Amount	6,073	13.45134	\$82,685	\$13.45	\$82,685
Karamū Enhancement				Per unit		Per unit	
	Hastings District	Fixed Amount	6,073	12.54671	\$77,125	\$12.55	\$77,125
Poukawa Drainage Special Rating Scheme				Cents in \$		Per \$100,000	
	Hastings District	Land Value	PO1	0.35259	\$38,844	\$352.59	\$37,751
	Hastings District	Land Value	PO2	0.05877	\$1,791	\$58.77	\$1,741
	Hastings District	Land Value	PO3	0.01175	\$763	\$11.75	\$742
					\$41,399		\$40,234

(continued)

Groups of Activities/Rate Type	Districts	Rates set on	Differentials or units of charge	Calculation Factor	Estimated Rates Revenue 2022/2023	Estimated amount of \$100,000 value per property	2021/2022 Rate
STREAMS AND DRAINS							
Pōrongahau Flood Control	Central HB District	Land Value	Cents in \$	0.00589	\$45,205	\$5.89	\$43,933
Maratotara Flood Mtce	Hastings District	Capital Value	Cents in \$	0.00656	\$13,881	\$6.56	\$13,490
						Per SUIP	
Kairakau Community Scheme	Central HB District	Uniform Charge	84 SUIPs	132.960	\$11,169	\$132.96	\$10,854
Paeroa Drainage Scheme Special Rating Area				Cents per hectare	Per hectare		
	Wairoa District	Area Basis	A	7,935.37	\$14,900	\$79.35	\$14,480
	Wairoa District	Area Basis	B	5,157.99	\$6,051	\$51.58	\$5,880
	Wairoa District	Area Basis	C	3,570.92	\$1,870	\$35.71	\$1,817
	Wairoa District	Area Basis	D	2,777.38	\$1,215	\$27.77	\$1,181
	Wairoa District	Area Basis	E	396.77	\$849	\$3.97	\$825
						\$24,885	\$24,184
Ohuia Whakaki Drainage Rating Scheme				Cents per hectare			
	Wairoa District	Area Basis	A	15,693.77	\$46,493	\$156.94	\$45,184
	Wairoa District	Area Basis	B	12,555.02	\$10,848	\$125.55	\$10,543
	Wairoa District	Area Basis	C	9,416.26	\$6,625	\$94.16	\$6,438
	Wairoa District	Area Basis	D	4,708.13	\$16,644	\$47.08	\$16,175
	Wairoa District	Area Basis	E	1,569.38	\$3,639	\$15.69	\$3,537
						\$84,248	\$81,877
Upper Makara Stream Catchment Special Rating Scheme				Cents per hectare			
	Central HB District	Area Basis	A	16,012.67	\$8,680	\$160.13	\$8,411
	Central HB District	Area Basis	B	12,810.13	\$24,147	\$128.10	\$23,398
	Central HB District	Area Basis	C	10,408.23	\$36,667	\$104.08	\$35,721
	Central HB District	Area Basis	D	5,604.43	\$7,393	\$56.04	\$7,163
	Central HB District	Area Basis	E	800.63	\$18,459	\$8.01	\$17,886
	Central HB District	Area Basis	F	320.25	\$14,167	\$3.20	\$13,852
						\$109,514	\$106,431
Opoho Drainage/Stream				Per SUIP	Per SUIP		
	Wairoa District	Fixed Amount	A	16,350.00	\$16,350	\$16,350.00	\$15,890
	Wairoa District	Fixed Amount	B	6,097.00	\$6,097	\$6,097.00	\$5,925
	Wairoa District	Fixed Amount	C	2,439.00	\$2,439	\$2,439.00	\$2,370
						\$24,886	\$24,185

(continued)

Groups of Activities/Rate Type	Districts	Rates set on	Differentials or units of charge	Calculation Factor	Estimated Rates Revenue 2022/2023	Estimated amount of \$100,000 value per property	2021/2022 Rate
STREAMS AND DRAINS							
Esk River Maintenance				Cents per hectare			
	Hastings District	Area Basis	E1	1,907.23	\$5,005	\$19.07	\$4,815
	Hastings District	Area Basis	E2	762.89	\$1,617	\$7.63	\$1,621
	Hastings District	Area Basis	R11	2,092.21	\$646	\$20.92	\$628
	Hastings District	Area Basis	R12	8,673.17	\$404	\$86.73	\$392
	Hastings District	Area Basis	R13	29,381.99	\$404	\$293.82	\$392
						\$8,076	\$7,849
DRAINAGE SCHEMES							
Whirinaki Stream Maintenance				Cents per hectare			
	Hastings District	Area Basis	W1	21,866.84	\$6,752	\$218.67	\$6,562
	Hastings District	Area Basis	W2	18,459.24	\$859	\$184.59	\$835
	Hastings District	Area Basis	W3	62,534.14	\$859	\$625.34	\$835
	Hastings District	Area Basis	W4	11,150.46	\$3,069	\$111.50	\$2,983
	Hastings District	Area Basis	W5	615.91	\$246	\$6.16	\$239
	Hastings District	Area Basis	W6	7,440.75	\$246	\$74.41	\$239
	Hastings District	Area Basis	W7	2,640.27	\$246	\$26.40	\$239
						\$12,277	\$11,932
Te Ngarue Stream Flood Protection Scheme				Cents per hectare			
	Hastings District	Area Basis	TN	4,010.32	\$3,277	\$40.10	\$3,185
	Hastings District	Area Basis	TN1	21,329.83	\$180	\$213.30	\$175
						\$3,457	\$3,359
Kopuawhara Stream Flood Control Maintenance Scheme				Cents per hectare			
	Wairoa District	Area Basis	K1	18,374.23	\$2,245	\$183.74	\$2,181
	Wairoa District	Area Basis	K2	7,349.69	\$4,553	\$73.50	\$4,425
	Wairoa District	Area Basis	K3	3,674.85	\$2,663	\$36.75	\$2,588
	Wairoa District	Area Basis	K4	918.71	\$923	\$9.19	\$898
						\$10,384	\$10,092
BIOSECURITY							
Plant Pest Strategy				Cents per hectare			
	Napier City	Area Basis	4,171	60.75529	\$2,534	\$2.46	\$2,631
	Hastings District	Area Basis	363,147	60.75529	\$220,631	\$2.46	\$214,673
	Wairoa District	Area Basis	270,851	60.75529	\$164,557	\$2.46	\$160,776
	Central HB District	Area Basis	301,892	60.75529	\$183,415	\$2.46	\$177,847
	Taupō District	Area Basis	22,028	60.75529	\$13,383	\$2.46	\$13,025
	Rangitikei District	Area Basis	10,192	60.75529	\$6,192	\$2.46	\$7,084
						972,281	\$590,712
							\$576,036

(continued)

Groups of Activities/Rate Type	Districts	Rates set on	Differentials or units of charge	Calculation Factor	Estimated Rates Revenue 2022/2023	Estimated amount of \$100,000 value per property	2021/2022 Rate
BIOSECURITY							
Regional Animal Pest Management Strategy							
	Napier City	Area Basis	4,171	224.33477	\$9,356	\$9.08	\$9,288
	Hastings District	Area Basis	299,046	224.33477	\$670,863	\$9.08	\$623,719
	Wairoa District	Area Basis	215,843	224.33477	\$484,212	\$9.08	\$451,107
	Central HB District	Area Basis	294,585	224.33477	\$660,857	\$9.08	\$612,474
	Taupō District	Area Basis	-	224.33477	-	\$9.08	\$16,956
	Rangitikei District	Area Basis	10,192	224.33477	\$22,863	\$9.08	\$25,005
			823,837		\$1,848,153		\$1,738,549
Regional Animal Pest Forestry							
	Napier City	Area Basis	0	77.68410	\$0	\$3.14	\$0
	Hastings District	Area Basis	64,105	77.68410	\$49,800	\$3.14	\$46,030
	Wairoa District	Area Basis	54,998	77.68410	\$42,725	\$3.14	\$39,956
	Central HB District	Area Basis	7,306	77.68410	\$5,676	\$3.14	\$5,236
	Taupō District	Area Basis	13,903	77.68410	\$10,801	\$3.14	\$9,963
	Rangitikei District	Area Basis	0	77.68410	\$0	\$3.14	\$0
			140,313		\$109,001		\$101,185
SUSTAINABLE LAND MANAGEMENT STRATEGY							
	Napier City	Area Basis	4,199	110.19800	\$4,628	\$4.46	\$4,720
	Hastings District	Area Basis	377,145	110.19800	\$415,607	\$4.46	\$396,205
	Wairoa District	Area Basis	271,697	110.19800	\$299,405	\$4.46	\$286,611
	Central HB District	Area Basis	301,886	110.19800	\$332,672	\$4.46	\$316,041
	Taupō District	Area Basis	38,288	110.19800	\$42,193	\$4.46	\$40,230
	Rangitikei District	Area Basis	10,192	110.19800	\$11,231	\$4.46	\$10,709
			1,003,407		\$1,105,735		\$1,054,515
SUSTAINABLE HOMES SCHEME							
Healthy Homes - Clean Heat							
	Napier City	Land Value		0.004350	\$364,689	\$4.35	\$356,334
	Hastings District	Land Value		0.004860	\$335,726	\$4.86	\$324,364
					\$700,414		\$680,698
SUSTAINABLE HOMES FINANCIAL ASSISTANCE							
Voluntary targeted rate to repay financial assistance to insulate homes and provide clean heat, solar heating, PhotoVoltaic cells, HRV, domestic water storage and septic tank replacement			\$10 per \$100 financial assistance	\$10		\$10.00 per \$100 financial assistance	

(continued)

Groups of Activities/Rate Type	Districts	Rates set on	Differentials or units of charge	Calculation Factor	Estimated Rates Revenue 2022/2023	Estimated amount of \$100,000 value per property	2021/2022 Rate
ECONOMIC DEVELOPMENT							
			SUIPs	PER SUIP	PER RATING UNIT		
Residential and Rural							
	Napier City	Fixed Amount	25,554	11.95000	\$305,370	\$11.95	\$295,295
	Hastings District	Fixed Amount	31,625	11.95000	\$377,913	\$11.95	\$364,079
	Wairoa District	Fixed Amount	4,898	11.95000	\$58,534	\$11.95	\$57,120
	Central HB District	Fixed Amount	6,545	11.95000	\$78,213	\$11.95	\$74,237
	Taupō District	Fixed Amount	55	11.95000	\$657	\$11.95	\$643
	Rangitikei District	Fixed Amount	1	11.95000	\$12	\$11.95	\$23
			68,678		\$820,699		\$791,398
Commercial/Industrial							
				Cents in \$			
	Napier City	Capital Value		0.02895	\$822,172	\$28.95	\$811,200
	Hastings District	Capital Value		0.03288	\$1,015,458	\$32.88	\$963,992
	Wairoa District	Capital Value		0.02222	\$18,850	\$22.22	\$20,145
	Central HB District	Capital Value		0.02673	\$58,714	\$26.73	\$51,427
					\$1,915,194		\$1,846,764
CDEM EMERGENCY MANAGEMENT							
			SUIPs	PER SUIP			
Emergency Management	Napier City	Fixed Amount	28,243	38.62838	\$1,090,962	\$38.63	\$949,060
	Hastings District	Fixed Amount	34,455	38.62838	\$1,330,922	\$38.63	\$1,153,445
	Wairoa District	Fixed Amount	5,143	38.62838	\$198,674	\$38.63	\$174,461
	Central HB District	Fixed Amount	6,865	38.62838	\$265,165	\$38.63	\$226,719
			74,705		\$2,885,722		\$2,503,685
FARM ENVIRONMENT MANAGEMENT PLANS							
				Per \$100			
Voluntary targeted rate to repay financial assistance for farm plans		\$33.33 per \$100 financial assistance		\$33.33		\$33.33 per \$100 financial assistance	
EROSION CONTROL STRATEGY							
				Per \$100			
Voluntary targeted rate to repay financial assistance to fund erosion control		\$10 per \$100 financial assistance		\$10.00		\$10.00 per \$100 financial assistance	

Te whakapakari tahi i
tō tātau **taiao**

Enhancing our
environment
together.





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HAWKES BAY
REGIONAL COUNCIL
TE KAUNIHERA Ā-ROHE O TE MATAU-A-MĀUI