

Resolution to Set the Rates 2021-22

7. Setting of the Rates for 2021-22 Financial Year

RC60/21 Resolutions

That Hawke's Bay Regional Council:

1. Confirms that the decisions to be made on the setting and assessing of rates cover information in the Funding Impact Statement for the 2021-22 year as included in the 2021-31 Long Term Plan as required by Section 93 of the Local Government Act 2002.
2. Sets the following rates for the 2021-22 financial year under the Local Government (Rating) Act 2002, on rating units in the region for the financial year commencing on 1 July 2021 and ending on 30 June 2022. These rates are set in accordance with the relevant provisions of the 2021-31 Long Term Plan's Funding Impact Statement and are inclusive of GST.
 - 2.1. A **general rate** is set under sections 13, and 131 of the Local Government (Rating) Act 2002 on equalised land value as per the following table.

Rate description	Districts	Rates set on	Calculation factor	Estimated rates revenue 2021-22
General Rate		Equalised Land Value	Cents in \$	
	Napier City	Equalised L V	0.02749	\$2,535,043
	Hastings District	Equalised L V	0.03045	\$4,352,615
	Wairoa District	Equalised L V	0.03226	\$469,627
	Central HB District	Equalised L V	0.03330	\$1,197,655
	Taupō District	Equalised L V	0.02785	\$18,568
	Rangitikei District	Equalised L V	0.05187	\$9,226
	TOTAL			\$8,582,734

- 2.2. A **uniform annual general charge** is set at \$58.65 per separately used or inhabited part of a rating unit under section 15(1)(b) of the Local Government (Rating) Act 2002 as set out in the following table.

Rate description	Districts	Rates set on	Calculation factor	Estimated rates revenue 2021-22
Uniform Annual General Charge		No. of SUIPs	Per SUIP	
	Napier City	Fixed Amount	27,919	\$1,637,348
	Hastings District	Fixed Amount	33,931	\$1,989,900
	Wairoa District	Fixed Amount	6,670	\$391,142
	Central HB District	Fixed Amount	5,132	\$300,986
	Taupō District	Fixed Amount	55	\$3,226
	Rangitikei District	Fixed Amount	2	\$117
	TOTAL		73,708	\$4,322,719

- 2.3. The following **differential targeted rates**, as described in the Funding Impact Statement, are set under sections 16,17 & 18 of the Local Government (Rating) Act 2002 as set out in the tables following.

2.3.1. Heretaunga Plains Flood Control Scheme

Rates set on equalised capital value based on the location of each property.

Rate description	Districts	Rates set on	Differentials	Calculation factor	Estimated rates revenue 2021-22
Heretaunga Plains Flood Control Scheme			Location	Cents in \$	
	Napier City	Equalised Capital Value	Direct	0.00664	\$873,699
	Napier City	Equalised Capital Value	Indirect	0.00166	\$321,053
	Hastings District	Equalised Capital Value	Direct	0.00740	\$1,054,593
	Hastings District	Equalised Capital Value	Indirect	0.00185	\$505,358
	TOTAL				\$2,754,703

2.3.2. Upper Tukituki Flood Control Scheme

Rates set on land value based on the location of each property.

Rate description	Districts	Rates set on	Differentials	Calculation factor	Estimated rates revenue 2021-22
Upper Tukituki Catchment Control Scheme			Location	Cents in \$	
	Central HB District	Land Value	A - F1 100	0.46316	151,966
	Central HB District	Land Value	B - F2 75	0.34736	221,580
	Central HB District	Land Value	C - F3 50	0.23157	110,821
	Central HB District	Land Value	D - F4 25	0.11579	135,526
	Central HB District	Land Value	E - F5 10	0.04632	82,004
	Central HB District	Land Value	F - F6 1	0.00464	93,294
	Central HB District	Land Value	U1 25	0.11579	44,616
	Central HB District	Land Value	U2 15	0.06947	7,519
	Central HB District	Land Value	U3 10	0.04632	11,397
	Central HB District	Land Value	U4 1	0.00464	9,676
	Hastings District	Land Value	E - F5 10	0.04235	\$1,728
	Hastings District	Land Value	F - F6 1	0.00424	\$3,270
	TOTAL				\$873,397

2.3.3. Various Streams and Drainage Schemes

2.3.3.1. Napier, Meeanee & Puketapu – land value based on land use

2.3.3.2. Karamu & Tributaries - land value based on land use

2.3.3.3. Brookfields & Awatoto - land value based on land use

2.3.3.4. Clive & Muddy Creek - land value based on land use

2.3.3.5. Poukawa Drainage – land value based on location

Rate description	Districts	Rates set on	Differentials	Calculation factor	Estimated rates revenue 2021-22
Napier, Meeanee & Puketapu			Land Use	Cents in \$	
	Napier City	Land Value	Urban (D1)	0.01499	\$829,507
	Napier City	Land Value	Industrial (DI 1)	0.05997	\$235,353
	Hastings District	Land Value	Rural (D1)	0.01660	\$28,092
	TOTAL				\$1,092,951
Karamū & Tributaries			Land Use	Cents in \$	
	Hastings District	Land Value	Urban (D2)	0.02328	\$1,030,044
	Hastings District	Land Value	Industrial (DI 2)	0.09314	\$350,239
	TOTAL				\$1,380,283
Brookfields Awatoto	Napier City	Land Value	Urban (D7)	0.07967	\$103,373
	Napier City	Land Value	Industrial (DI 7)	0.31869	\$76,517
	TOTAL Brookfields Awatoto				\$179,890

Rate description	Districts	Rates set on	Differentials	Calculation factor	Estimated rates revenue 2021-22
Clive Muddy Creek	Hastings District	Land Value	Urban (D8)	0.05732	\$219,694
	Hastings District	Land Value	Industrial (DI 8)	0.22929	\$62,529
	TOTAL				\$282,222
Poukawa Drainage Special Rating Scheme	Hastings District	Land Value	A - PO1	0.34267	\$37,751
	Hastings District	Land Value	B - PO2	0.05711	\$1,741
	Hastings District	Land Value	C - PO3	0.01142	\$742
	TOTAL				\$40,234

2.3.3.6. Paeroa Drainage – Area based on location

2.3.3.7. Ohuia, Whakaki – Area based on location

2.3.3.8. Upper Makara – Area based on location

Rate description	Districts	Rates set on	Differentials	Calculation factor	Estimated rates revenue 2021-22
Paeroa Drainage Scheme Special Rating Area			Location	Cents per hectare	
	Wairoa District	Area Basis	A	7,712.00	\$14,480
	Wairoa District	Area Basis	B	5,012.80	\$5,880
	Wairoa District	Area Basis	C	3,470.40	\$1,817
	Wairoa District	Area Basis	D	2,699.20	\$1,181
	Wairoa District	Area Basis	E	385.60	\$825
TOTAL					\$24,184
Ohuia Whakaki Drainage Rating Scheme			Location	Cents per hectare	
	Wairoa District	Area Basis	A	15,251.99	\$45,184
	Wairoa District	Area Basis	B	12,201.59	\$10,543
	Wairoa District	Area Basis	C	9,151.19	\$6,438
	Wairoa District	Area Basis	D	4,575.60	\$16,175
	Wairoa District	Area Basis	E	1,525.20	\$3,537
TOTAL					\$81,877
Upper Mākara Stream Catchment Special Rating Scheme				Cents per hectare	
	Central HB District	Area Basis	A	15,515.82	\$8,411
	Central HB District	Area Basis	B	12,412.66	\$23,398
	Central HB District	Area Basis	C	10,085.29	\$35,721
	Central HB District	Area Basis	D	5,430.54	\$7,163
	Central HB District	Area Basis	E	775.79	\$17,886
	Central HB District	Area Basis	F	310.32	\$13,852
TOTAL					\$106,431

2.3.3.9. Esk River – Area based on location

2.3.3.10. Whirinaki Stream – Area based on location

Rate description	Districts	Rates set on	Differentials	Calculation factor	Estimated rates revenue 2021-22
Esk River & Whirinaki Stream Maintenance Scheme			Location	Cents per hectare	
Esk River Maintenance Scheme	Hastings District	Area Basis	E1	1,860.13	\$4,815
	Hastings District	Area Basis	E2	744.05	\$1,621
	Hastings District	Area Basis	R11	2,033.30	\$628
	Hastings District	Area Basis	R12	8,428.95	\$392
	Hastings District	Area Basis	R13	28,554.65	\$392
	TOTAL				

Rate description	Districts	Rates set on	Differentials	Calculation factor	Estimated rates revenue 2021-22
Whirinaki Stream Maintenance Scheme	Hastings District	Area Basis	W1	21,251.34	\$6,562
	Hastings District	Area Basis	W2	17,939.65	\$835
	Hastings District	Area Basis	W3	60,773.96	\$835
	Hastings District	Area Basis	W4	19,627.03	\$2,983
	Hastings District	Area Basis	W5	598.57	\$239
	Hastings District	Area Basis	W6	7,231.31	\$239
	Hastings District	Area Basis	W7	2,565.95	\$239
TOTAL					\$11,932

2.3.3.11. Opoho Drainage – Fixed amount based on location

2.3.3.12. Te Ngarue Stream – Area based on location

2.3.3.13. Kopuawhara Stream – Area based on location

Rate description	Districts	Rates set on	Differentials	Calculation factor	Estimated rates revenue 2021-22
Opoho Drainage/Stream			Location	Per Rating Unit	
	Wairoa District	Fixed Amount	A	15,890.00	\$15,890
	Wairoa District	Fixed Amount	B	5,925.00	\$5,925
	Wairoa District	Fixed Amount	C	2,370.00	\$2,370
	TOTAL				\$24,185
Te Ngarue Stream Flood Protection Scheme			Location	Cents per hectare	
	Hastings District	Area Basis	TN	3,834.57	\$3,185
	Hastings District	Area Basis	TN1	20,729.63	\$175
	TOTAL				\$3,359
Kopuawhara Stream Flood Control Maintenance			Location	Cents per hectare	
	Wairoa District	Area Basis	K1	17,857.06	\$2,181
	Wairoa District	Area Basis	K2	7,142.82	\$4,425
	Wairoa District	Area Basis	K3	3,571.41	\$2,588
	Wairoa District	Area Basis	K4	892.85	\$898
	TOTAL				\$10,092

2.3.4. Plant Pest Strategy – Based on area

2.3.5. Animal Pest Strategy – Based on area and land use

2.3.5.1. Forest Pest Strategy – Based on area and land use

Rate description	Districts	Rates set on	Units of Charge	Calculation factor	Estimated rates revenue 2021-22
Biosecurity					
Plant Pest Strategy			Hectares	Cents per hectare	
	Napier City	Area Basis	4,450	59.12618	\$2,630
	Hastings District	Area Basis	363,076	59.12618	\$214,673
	Wairoa District	Area Basis	271,920	59.12618	\$160,776
	Central HB District	Area Basis	300,792	59.12618	\$177,847
	Taupō District	Area Basis	2,028	59.12618	\$13,025
	Rangitikei District	Area Basis	11,982	59.12618	\$7,084
	TOTAL		974,248		\$576,036

Rate description	Districts	Rates set on	Units of Charge	Calculation factor	Estimated rates revenue 2021-22
Regional Animal Pest Management Strategy			Hectares	Cents per hectare	
	Napier City	Area Basis	4,450	208.68988	\$9,288
	Hastings District	Area Basis	298,874	208.68988	\$623,719
	Wairoa District	Area Basis	216,162	208.68988	\$451,107
	Central HB District	Area Basis	293,485	208.68988	\$612,474
	Taupō District	Area Basis	8,125	208.68988	\$16,956
	Rangitikei District	Area Basis	11,982	208.68988	\$25,005
	TOTAL		833,078		\$1,738,549
Animal Pest - Forestry			Hectares	Cents per hectare	
	Hastings District	Area Basis	64,234	71.65984	\$46,030
	Wairoa District	Area Basis	55,758	71.65984	\$39,956
	Central HB District	Area Basis	7,306	71.65984	\$5,236
	Taupō District	Area Basis	13,903	71.65984	\$9,963
	TOTAL		141,202		\$101,185

- 2.3.6. Healthy Homes/Clean Heat – based on location and equalised land value
- 2.3.7. Sustainable Homes – Financial Assistance (includes CleanHeat Assistance)
Based on value of service provided

Rate description	Districts	Rates set on	Calculation factor	Estimated rates revenue 2021-22
Sustainable Homes Scheme				
Sustainable Homes	Napier City (Airzone 1 & 2)	Equalised Land Value	0.004240	\$356,334
(Healthy Homes – Clean Heat)	Hastings District (Airzone 1 & 2)	Equalised Land Value	0.004690	\$324,364
	TOTAL			\$680,698
Sustainable Homes Financial Assistance			Per \$100 of assistance	
Rates to repay financial assistance to insulate homes, replace open fires or non-compliant wood-burners, solar heating, PhotoVoltaic cells, domestic water storage and septic tank replacement		\$10 per \$100 of financial assistance	10.00000	

- 2.3.8. Erosion Control Scheme - Financial Assistance
* Based on value of service provided

Rate description	Districts	Rates set on	Calculation factor	Estimated rates revenue 2021-22
Erosion Control Scheme - Riparian and Afforestation			Per \$100 loan	
Rates to repay financial assistance to fund riparian fencing, planting, and maintenance of planted areas for highly erodible land unsuitable for commercial forestry		\$10 per \$100 of loan	10.00000	

2.3.9. Economic Development – fixed amount per rating unit

Rate description	Districts	Rates set on	Calculation factor	Estimated rates revenue 2021-22	
Economic Development			No. of Rating Units	Per Rating Unit	
Residential	Napier City	Fixed Amount	25,261	11.69000	\$295,295
	Hastings District	Fixed Amount	31,145	11.69000	\$364,079
	Wairoa District	Fixed Amount	4,886	11.69000	\$57,120
	Central HB District	Fixed Amount	6,351	11.69000	\$74,237
	Taupō District	Fixed Amount	55	11.69000	\$643
	Rangitikei District	Fixed Amount	2	11.69000	\$23
TOTAL			67,699		\$791,398
			Cents in \$		
Commercial	Napier City	Capital Value		0.02838	\$811,200
	Hastings District	Capital Value		0.03160	\$963,992
	Wairoa District	Capital Value		0.03619	\$20,145
	Central HB District	Capital Value		0.03470	\$51,427
TOTAL					\$1,846,764

2.4. The following **uniform targeted rates**, as described in the Funding Impact Statement, are set under sections 16 and 17 of the Local Government (Rating) Act 2002 as set out in the tables following.

2.4.1. Subsidised Public Transport – Based on equalised land value and location

Rate description	Districts	Rates set on	Calculation factor	Estimated rates revenue 2021-22
Subsidised Public Transport			Cents in \$	
	Napier City	Land Value	0.02195	\$1,795,951
	Hastings District	Land Value	0.02431	\$1,387,089
	Clive	Land Value	0.02431	\$27,544
TOTAL				\$3,210,583

2.4.2. Wairoa River and Streams Scheme – Based on capital value

2.4.3. Central & Southern Area Rivers & Streams – based on location and equalised capital value

Rate description	Districts	Rates set on	Calculation factor	Estimated rates revenue 2021-22
Wairoa River and Streams			Cents in \$	
	Wairoa District	Capital Value	0.00918	\$205,940
TOTAL				\$205,940
Central & Southern Area Rivers & Streams			Cents in \$	
	Napier City	Capital Value	0.00014	\$27,924
	Hastings District	Capital Value	0.00016	\$43,494
	Central HB District	Capital Value	0.00018	\$10,108
	Taupō District	Capital Value	0.00015	\$137
	Rangitikei District	Capital Value	0.00023	\$50
TOTAL				\$81,713

2.4.4. Various Streams and Drainage Schemes

- 2.4.4.1. Raupare Enhancement – Based on location and land area
- 2.4.4.2. Raupare Twyford – based on location and land value
- 2.4.4.3. Haumoana Te Awanga - based on location and land value
- 2.4.4.4. Tūtaekurī, Waimate & Moteo - based on location and land value

- 2.4.4.5. Pakowhai Brookfields - based on location and land value
 2.4.4.6. Puninga - based on location and land value

Rate description	Districts	Rates set on		Calculation factor	Estimated rates revenue 2021-22
Raupare Enhancement	Hastings District	Area	1179 hectares	1194.69	\$14,085
Raupare Twyford	Hastings District	Land Value	Rural (D3)	0.02840	\$171,436
Haumoana/Te Awanga	Hastings District	Land Value	Rural (D4)	0.06938	\$162,691
Tūtaekurī Waimate & Moteo	Hastings District	Land Value	Rural (D5)	0.09891	\$280,591
Pakowhai Brookfields	Hastings District	Land Value	Rural (D6)	0.09565	\$155,813
Puninga	Hastings District	Land Value	Rural (D9)	0.12271	\$85,455

- 2.4.4.7. Karamu Drainage - Fixed amount per separately used or inhabited part based on location
 2.4.4.8. Karamu Enhancement - Fixed amount per separately used or inhabited part based on location
 2.4.4.9. Kairakau Community - Fixed amount per property based on location
 2.4.4.10. Pōrangahau Flood Control - based on location and land value
 2.4.4.11. Maraetotara Flood Control - based on location and capital value

Rate description	Districts	Rates set on		Calculation factor	Estimated rates revenue 2021-22
Units					
Karamū Drainage Maintenance	Hastings District	Fixed Amount	6,073	13.46887	\$82,685
Karamū Enhancement	Hastings District	Fixed Amount	6,073	12.56306	\$77,125
Kairakau Community Scheme	Central HB District	Fixed Amount	84	129.22	\$10,854
Cents in \$					
Porangahau Flood Control	Central HB District	Land Value		0.00945	\$43,933
Maraetotara Flood Maintenance	Hastings District	Capital Value		0.00641	\$13,490

- 2.4.5. Sustainable Land Management – based on land area and location

Rate description	Districts	Rates set on	Units of Charge	Calculation factor	Estimated rates revenue 2021-22
Sustainable Land Management Strategy			Hectare	Cents per hectare	
	Napier City	Area Basis	4,492	105.07200	\$4,720
	Hastings District	Area Basis	377,079	105.07200	\$396,205
	Wairoa District	Area Basis	272,775	105.07200	\$286,611
	Central HB District	Area Basis	300,786	105.07200	\$316,041
	Taupō District	Area Basis	38,288	105.07200	\$40,230
	Rangitikei District	Area Basis	10,192	105.07200	\$10,709
TOTAL			1,003,612		\$1,054,515

2.4.6. Coastal Hazards - Fixed amount per separately used or inhabited part based on location

Rate description	Districts	Rates set on	Units of Charge	Calculation factor	Estimated rates revenue 2021-22
Coastal Hazards Strategy					
Coastal Hazards			No. of SUIPs	Per SUIP	
	Napier City	Fixed Amount	27,919	3.18042	\$88,794
	Hastings District	Fixed Amount	33,932	3.18042	\$107,916
	TOTAL				\$196,711

2.4.7. CDEM- Emergency Management - Fixed amount per separately used or inhabited part based on location

Rate description	Districts	Rates set on	Units of Charge	Calculation factor	Estimated rates revenue 2021-22
CDEM Emergency Management			No. of SUIPs	Per SUIP	
	Napier City	Fixed Amount	27,919	33.99333	\$949,060
	Hastings District	Fixed Amount	33,932	33.99333	\$1,153,445
	Wairoa District	Fixed Amount	5,132	33.99333	\$174,461
	Central HB District	Fixed Amount	6,670	33.99333	\$226,719
	TOTAL		73,652		\$2,503,685

3. Confirms that the due date for payment of rates as set by the Hawke's Bay Regional Council for the financial year commencing 1 July 2021 and ending on 30 June 2022 is 20 September 2021.
4. Confirms that, under sections 57 and 58(1)(a) of the Local Government (Rating) Act 2002, a fixed 10% penalty will be applied to unpaid current rates as at 21 September 2021 and shall be calculated by multiplying the outstanding rates by 10% and then adding that penalty sum to the amount outstanding as at 21 September 2021.
5. Confirms that, under sections 57 and 58(1)(b) of the Local Government (Rating) Act 2002, a fixed 10% penalty will be applied to all unpaid rates as at 1 July 2022 and shall be calculated by multiplying the outstanding rates by 10% and then adding that penalty sum to the amount outstanding as at 1 July 2022.

**Ormsby/Kirton
CARRIED**