

**MINUTES of an EXTRAORDINARY MEETING of COUNCIL
on WEDNESDAY 22 JUNE 2011**

**3. CONFIRMATION OF THE SETTING OF ANNUAL RATES
AND UNIFORM ANNUAL CHARGES 2011-12 (310/01/001)**

Report from the Director of Corporate Services dated 14 June 2011 (agenda pages A2-1 to A2-5).

His Worship the Mayor queried whether the payment cycles introduced in the 2010-11 year had worked successfully. The Director of Corporate Services advised that there had been no major issues with the implementation of the new payment cycles. Councillor Rabbitt noted that the January and February instalments were close to each other and asked whether this could be looked at. The Director of Corporate Services advised he could review the dates for the 2012-13 year.

RESOLVED

THAT pursuant to section 23 of the Local Government (Rating) Act 2002, Council resolves to set the following rates for rating units in the City of Upper Hutt for the rating year commencing 1 July 2011 and finishing on 30 June 2012 ("the financial year") as follows:

1. General rate

- 1.1. A general rate, set pursuant to Section 13(2) (b) of the Local Government (Rating) Act 2002, on the capital value of rating units in the City, assessed on a differential basis as follows (plus GST at the prevailing rate at the time of supply):**

Differential	Rateable Capital Value	Factor	Cents in \$
Standard	5,158,851,100	100	0.2074
High Value	See table A below		
Business	638,887,500	265	0.5496
Utilities	348,570,000	275	0.5703
Rural over 30 ha	104,085,000	73	0.1514
Total Remissions Group Properties	32,276,900		

1.2 Table A – High Value Category of Rateable Units (residential and rural).

High Value Sub-group	Capital Value Range		Rateable Capital Value	Differential Factor	Cents in \$
	From	To			
101	1,025,000	1,049,999	8,220,000	99.91	0.2072
106	1,050,000	1,074,999	10,500,000	97.77	0.2028
111	1,075,000	1,099,999	9,675,000	95.73	0.1985
116		1,124,999	3,300,000	93.78	0.1945

	1,100,000				
121	1,125,000	1,149,999	4,500,000	91.92	0.1906
126	1,150,000	1,174,999	2,300,000	90.14	0.1869
131	1,175,000	1,199,999	7,050,000	88.43	0.1834
136	1,200,000	1,224,999	2,400,000	86.80	0.1800
141	1,225,000	1,249,999	9,800,000	85.23	0.1768
146	1,250,000	1,299,999	6,275,000	83.73	0.1736
151	1,300,000	1,399,999	8,045,000	80.89	0.1678
156	1,400,000	1,449,999	4,200,000	75.83	0.1573
161	1,450,000	1,474,999	2,900,000	73.56	0.1526
166	1,475,000	1,524,999	3,000,000	72.48	0.1503
171	1,525,000	1,549,999	1,525,000	70.43	0.1461
176	1,550,000	1,649,999	1,625,000	69.46	0.1440
181	1,650,000	1,699,999	1,650,000	65.85	0.1366
186	1,700,000	1,749,999	1,700,000	64.21	0.1332
191	1,750,000	1,849,999	3,575,000	62.66	0.1300
196	1,850,000	over	4,400,000	59.82	0.1241

Note: Rural High Value applies from sub-group 166 and higher.

1.3 The revenue sought from this rate is \$16,254,000. The purposes to which this revenue will be applied are to meet the costs of land transport, parks and reserves, environmental services, community services and amenities, libraries, economic development, democratic participation, and management support of Council activities.

2 Separate rates and uniform charges

2.1 Water

2.1.1 A targeted rate for water supply, set under section 16 (3)(b) and (4)(b) of the Local Government (Rating) Act 2002, being a uniform annual charge of either:

- a. \$206.90 (plus GST at the prevailing rate at the time of supply) on each separately used or inhabited portion of a rating unit to which water is supplied ("a serviced property"); or**
- b. \$103.45 (plus GST at the prevailing rate at the time of supply) on every rating unit that can be, but is not supplied with water, and**

is situated within 100 meters of any part of the waterworks ("a serviceable property").

2.1.2 The targeted rates in 2.1.1 apply to the ordinary supply of water as defined in the Upper Hutt City Council Water Supply Bylaw 2008 and the expressions, "serviced property" and "serviceable property" have the same meaning given in that Bylaw.

2.1.3 The revenue sought from this rate is \$3,282,000 and is to contribute approximately 60 percent of the total requirement needed for the costs of water supply.

2.2 Water Fire Protection Rate

A targeted rate for water supply for fire protection purposes, set under section 16(3) (b) and (4)(b) of the Local Government (Rating) Act 2002, being a rate of:

- a. 0.02085 cents (plus GST at the prevailing rate at the time of supply) per dollar of capital value on each separately used or inhabited portion of a rating unit which is connected to the water supply ("serviced property"); and
- b. 0.010423 cents (plus GST at the prevailing rate at the time of supply) per dollar of capital value on every rating unit that can be, but is not supplied with water and is situated within 100 metres of any part of the waterworks ("serviceable property").

2.2.1 The revenue sought from this rate is \$1,076,000 (and is to contribute 20 percent of the total requirement needed for the costs of water supply).

2.3 Stormwater Rate

2.3.1 A targeted rate for stormwater control, set under section 16(3)(b) and (4)(b) of the Local Government (Rating) Act 2002, on the capital value of every rating unit in that part of the City benefiting from the provision of stormwater drainage and flood protection services, assessed on a differential basis as follows (plus GST at the prevailing rate at the time of supply):

Differential Group	Capital Value	Factor	Cents in \$
Business	582,078,800	140	0.056789
Other	4,611,552,000	100	0.040564

2.3.2 The revenue sought from this rate is \$2,187,000 and is to contribute to the costs of stormwater drainage and flood protection of the City.

2.4 Wastewater

2.4.1 A targeted rate for wastewater disposal, set under section 16 of the Local Government (Rating) Act 2002, as a charge for each water closet (pan) or urinal connected to a public sewage drain. The charge is to be \$335.10 (plus GST at the prevailing rate at the time of supply) for the first pan or urinal and for every second pan or urinal thereafter.

2.4.2 For the purposes of 2.4.1, a rating unit used primarily as a residence for one household will not be treated as having more than one water closet or urinal.

2.4.3 The revenue sought from this charge is \$5,717,000 and is to be applied towards the cost of the sewerage reticulation and disposal of bulk sewage schemes.

2.5 Karapoti Bridge Rate

2.5.1 A targeted rate for the construction of the Karapoti Bridge, set under Section 16(3)(b) and (4)(a) of the Local Government (Rating) Act 2002, on land contained within Valuation References 15190-001-00-00, 15190-002-01-A0 and 15190-002-01-B0 of 0.062825 cents per dollar of capital value (plus GST at the prevailing rate at the time of supply).

2.5.2 The revenue sought from this rate is \$1,935 and is to be applied to meet the cost plus interest of monies advanced from Special Funds for the purposes of construction of the Karapoti Bridge for the benefit of the rating units described in 2.5.1.

2.6 Rates on Defence Land

2.6.1 The rates described in 1.1, 2.2 and 2.3 take into account the requirement to ensure that Defence Department land is not paying a higher amount of rates than would be payable under a land value rating system. This is in accordance with section 22 of the Local Government (Rating) Act 2002.

3 Dates that rates are payable

3.1 All rates will be levied by five instalments.

3.2 The last date for payment for each instalment (allowing for cyclical billing) and the penalty date from which an additional charge of 10 percent will be added in accordance with sections 57 and 58(1)(a) will be:

3.2.1	Due Date	Penalty Date
Instalment One	31 August 2011	1 September 2011
Instalment Two	31 October 2011	1 November 2011
Instalment Three	15 January 2012	17 January 2012
Instalment Four	29 February 2012	1 March 2012
Instalment Five	30 April 2012	1 May 2012

Goods and Services Tax

4.1 All the foregoing rates, charges and revenue required are payable plus Goods and Services Tax at the prevailing rate (as prescribed pursuant to the Goods and Services Tax Act 1985, as amended).

5 Penalties

5.1 Pursuant to section 57 of the Local Government (Rating) Act 2002, the Council resolves to authorise penalties to be added to rates that are not paid by the due date as follows:

- a. A penalty of 10 percent of rates set for the 2011-2012 year which are unpaid after the last days for payment listed in 3.2 will be added to each instalment of rates levied in the financial year and which remain unpaid immediately following the last day of payment of the instalment concerned as detailed in paragraphs 3.2.1 and 3.2.2 above (section 58(1)(a)).
 - b. A further penalty of 10 percent of rates set for any previous financial year that is unpaid 5 working days after the date of this resolution. (section 58(1)(b)).
 - c. A further penalty of 10 percent on rates to which a penalty has been added under paragraph (b) if the rates are unpaid six [6] months after the penalty in paragraph (b) was added. (section 58(1)(c)).
- 6 Valuation roll and rates records**
- 6.1 The valuation roll and rates records for the city are available for inspection at the office of the Upper Hutt City Council during normal office hours.**

Moved

His Worship the Mayor / Cr Rabbitt

CARRIED