



MARLBOROUGH DISTRICT COUNCIL

2017-18

Final Annual Plan

RATE FUNDING ALLOCATIONS

Adopted 29 June 2017

MARLBOROUGH DISTRICT COUNCIL

RATE FUNDING ALLOCATIONS – EXPLANATORY NOTES

The following Rate Funding Allocations Summary illustrates **General-type Rates, General-type Charges, Targeted Rates and Charges** and **Services Charges** sources for the various activities/services provided by Council.

The following is an explanation for the various headings:

1. Activity Groups and Activities

Displays, for example, **Group – People** which includes e.g. **Activity – Arts**

which has two sub activities **Arts Grants: Art Gallery** and **Art Grants: other**.

“Refer to the **2015-2025 Long Term Plan**: Part 2 Our Business pages 23 – 28. Part 2 describes the activity groups and activities in the Plan. There are 11 activity groups, which are split into 23 activities”.

2. General Rates

This column displays the **percentage of the total rates requirement for each activity that is funded by Geographic Area General-type rates that are based on property land values** e.g. 40% of Arts Grants: Art Gallery (on page 1).

3. General Charges

This column displays the **percentage of the total rates requirement for each activity that is funded by Geographic Area General-type uniform charges (i.e. by a fixed amount on each separately used or inhabited part of each rating unit)** e.g. 60% of Arts Grants: Art Gallery (on page 1).

4. Targeted

This column displays the **percentage of the total rates requirement that is funded for each activity by Targeted Rates and Charges**. (e.g. Wairau Valley River Rates, Combined Sewerage Scheme Rates and Charges etc) e.g. 100% Rivers: Wairau Valley District (on page 37).

5. Services

This column displays the **percentage of the total rates requirement that is funded for each activity by targeted water meter charges** e.g. 100% Southern Valleys’ Irrigation Metered (on page 64).

6. Residual Rate Requirement

This column displays the residual rating requirement (GST incl) to fund each activity.

7. The columns to the right:

Indicate the geographic general-type rating areas and differentials e.g. 1171- Blenheim Residential Rate etc.

8. Each activity has a line for:

- **Weighting** - This line displays the **funding relationship weightings for the various general-type rates and charges where the highest weighting is always expressed as 100.**

Where a weighting shows as zero, there is no contribution from that area. Where a weighting shows as a number between zero and 100 (e.g. 70), that area will pay a rate or uniform charge (as the case may be) of 70% of any area that has a weighting of 100 (e.g. Arts Grants: Art Gallery on page 2).

If all areas have a weighting of 100, the rate in the dollar or uniform charge (as the case may be) will be the same for all areas.

- **Adjusted Weighted factors** – calculation from the relationship weightings and the areas rateable land value (or if applicable, the areas number of uniform charges).
- **Resultant allocation** – Allocation of Residual Rate Requirement.
- **Resultant cents per \$/rate per capita** - Displays the GST inclusive **derived Cents in the dollar (and/or) the uniform charge amount to fund each particular activity.**
- **Resultant benefit allocation % TotRates** - Displays the **geographic rating areas contribution to General-type Rates and Charges in percentage terms.**

The percentage is derived from the Resultant allocation.

e.g. (For the Aquatic Centre Activity on pages 25 -27)

If your property is Blenheim residential, **0.000638** cents of the Blenheim residential rate in the dollar will fund **your share of the 3% requirement being funded by General-type “rates”** (on page 25), and a uniform charge amount of **\$79.52** will fund **your share of the 97% requirement being funded by General-type uniform “charge”** (on page 27).

If your property is Picton residential, **0.000638** cents of the Picton residential rate in the dollar will fund **your share of the 3% requirement being funded by General-type “rates”** (on page 26), and a uniform charge amount of **\$49.31** will fund **your share of the 97% requirement being funded by General-type uniform “charge”** (on page 27).

9. Activity Summary (pages 73 to 75)

i. Summarises **before** Homestay/Farmstay and Utilities allocation:

- Group Activity \$s and Resultant allocation.
- Resultant cents per \$/rate per capita.
- Resultant benefit allocation (%TotRates).

ii. Summarises after Homestay/Farmstay and Utilities allocation:

- Resultant cents per \$/rate per capita, as detailed on page 94 of the 2017-18 Annual Plan.

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