Part 4: Rates Information

- Rates Funding Impact Statement
- Rates Movements 2019-20
- Indicative Impact on Benchmark Properties
Rates Funding Impact Statement

The Rates Funding Impact Statement provides the following information:

- Detailed explanations of the types of rates that are to be set, their purpose, and the basis on which they are calculated.
- A narrative description of the geographic areas that are used for General-type Targeted Rates and Charges.
- General Information in respect of rates instalment dates and penalties for late payment.
- Revaluation movements information.

The GST inclusive (incl) amounts shown in this Statement have been calculated using GST at 15%.

Terminology

Unless otherwise specified:

- The terms land values, capital values or rating units refer to rateable land values, rateable capital values or rateable rating units as the case may be.
- Uniform Annual Charge (UAC) or Charge refers to a targeted rate of a uniform amount calculated on each separately used or inhabited part of every rating unit; or for some charges, on every rating unit.
- General Type Targeted Rates are rates that are targeted to a particular geographic rating area or a differential rating area group. (These rates are based on the land value of each property).
- General Type Targeted Charges are charges that are targeted to a particular geographic rating area. (These charges are set differentially for the six geographic areas as a fixed amount on every separately used or inhabited part of a rating unit).
- Separate Targeted Rates and Charges are rates or charges that are targeted to a particular area of benefit, eg: Water, Sewerage. (Separate targeted rates are based on the land value of each property other than Wairau Valley River Works rates and the Kenepuru Road rate, which are assessed on capital value, the Southern Valleys’ Irrigation Loan rate and the Flaxbourne Community Irrigation Scheme Loan rate which are based on irrigable hectares; or the Energy Efficiency rates which are based on the service amount).
- LTP refers to Council’s 2018-2028 Long Term Plan which was adopted on 28 June 2018.
  - A Separately Used or Inhabited Part of a Rating Unit (SUIP) is defined as a separately used or inhabited part of a rating unit includes any portion inhabited or used by the owner or a person other than the owner who has the right to use or inhabit that portion by virtue of a tenancy, lease, licence, or other agreement.

For the purposes of this definition:

- A SUIP 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.
- A rating unit that has a single use or occupation is treated as having one separately used or inhabited part.
- 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’. 
Examples of the application of the definition

- Where a rating unit has two separately used parts, whether or not actually occupied at any particular time, they will be treated as two SUIPs.

\[\text{Residential} \rightarrow \text{Residential} = 2 \text{ SUIPs}\]

- Where a rating unit contains both a commercial or industrial type use, and a residential or rural type use they will be treated as two SUIPs.

\[\text{Commercial or Industrial} \rightarrow \text{Residential or Rural} = 2 \text{ SUIPs}\]

- Where a number of different businesses are located on one rating unit, each separate business will be assessed as a SUIP.

\[\text{Commercial} \rightarrow \text{Commercial} = 2 \text{ SUIPs}\]

Exceptions to the definition

- Predominantly residential rating units where the owner of the unit resides and operates a business (including a homestay or farmstay activity) from the same rating unit will be charged as being one SUIP.

\[\text{Owner Operated Business} \rightarrow \text{Predominant Use - Owner Occupied Residential} = 1 \text{ SUIP}\]

- Where two dwellings are located on a farm, vineyard, forestry or horticultural block, the first dwelling is considered an integral part of the farm, vineyard, forestry or horticultural block and every additional dwelling is assessed as a SUIP.

\[\text{Two Residential} \rightarrow \text{Rural} = 2 \text{ SUIPs}\]

- Motels, and hotels used for commercial rental and dwellings used by owners or managers of a hotel or motel are treated as one business use even though each accommodation unit may be capable of separate use.

\[\text{Motel} \rightarrow \text{Dwelling} = 1 \text{ SUIP}\]

**Differential Rating Category**

Subject to the right of objection set out in section 29 of the Local Government (Rating) Act 2002, it shall be at the sole discretion of the Council to determine the use or predominant use of any property in the district.

The Council has adopted the following differential rating categories for general-type rates:

**Residential or Rural**

All land used for a private residence and all land used for rural purposes.

"Private residence" excludes rest homes and residential establishments that provide residential care. It also excludes all forms of commercial accommodation.

"Rural purposes" means any agricultural, horticultural or pastoral purpose and includes the keeping of bees, poultry or livestock. This group will include all rating units not otherwise categorised within a specified differential category.

Forestry is included in this category for the purposes of the General Works and Services Rate.
**Commercial or Industrial**

All land used for a commercial or industrial purpose.

"Commercial purposes" includes but is not limited to, any trade or service or activity undertaken or provision of facilities, by any person with a view to making a profit or charging any fee or deriving any other consideration in relation to the trade or service or activity or provision.

"Industrial" includes a business, manufacturer, undertaking, or service associated with the production of any type of goods.

For the purposes of the General Works and Services Rate, this differential category includes residential rest homes and residential establishments that provide residential care and all forms of commercial accommodation as well as rating units otherwise assessed as "utilities".

Commercial accommodation includes but is not limited to the provision of accommodation for a fee or other consideration with the exemption of:

- Properties where the principal purpose is the provision of longstay accommodation ie: 28 days or more.
- Properties that provide accommodation for five or less people.
- Properties that were originally constructed as residential properties that provide accommodation for six or more, which are included in the homestay or farmstay category.

**Homestay or Farmstay**

Includes all rating units that are used for a homestay or farmstay activity on land predominantly used for residential or rural purposes, where a Building Act or Resource Consent was required for such a use.

**Infrastructural Utilities**

Land used for an essential service such as water, electricity, gas, telecommunications or sewerage.

**Multiple Land Uses**

The Council will partition a rating unit where there are two or more land uses that fit into different differential rating categories except for predominantly residential properties where the owner of the commercial/industrial operation resides on the same rating unit.
General Type Targeted Rates and Charges

Although general type rates and charges have increased overall by $1,469,533 GST excl (3.38%), there are varying percentage movements (both up and down) in the different rates and charges. These variations are the result of expenditure movements not uniformly impacting on geographic areas.

Geographic Area General Works and Services Rates

General Works and Services Rates are set differentially for six geographic areas, depending on where the land is situated.

Within each geographic area, the rating units are further differentiated into categories of rateable land in accordance with the use to which the land is put in one or more of the following categories of rateable land:

- Residential or rural.
- Commercial or industrial.
- Homestay or farmstay.

For these rates Utilities will be treated as falling within the commercial or industrial differential category.

These rates (which are assessed on a land value basis) fund the Geographic Area’s share of the Net Cost of Operations, Capital Expenditure and Debt Servicing Cost, after making provision for other targeted rates and charges, general revenue and utilisation of various reserves.

Overall, these rates will increase by $1,093,655 GST excl (4.13%); however there are varying impacts on the geographic areas and their differential rates.
General Works and Services rate amounts set in each geographic area are as follows:

<table>
<thead>
<tr>
<th>Geographic Area</th>
<th>Differential Rating Categories</th>
<th>Levy (GST excl)</th>
<th>Levy (GST incl)</th>
<th>Cents in $ (GST incl)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Blenheim</td>
<td>Res/Rural</td>
<td>6,246,698</td>
<td>7,183,703</td>
<td>0.360768</td>
</tr>
<tr>
<td></td>
<td>Com/Ind</td>
<td>3,702,583</td>
<td>4,257,971</td>
<td>1.118652</td>
</tr>
<tr>
<td></td>
<td>Hsty/Fsty</td>
<td>3,038</td>
<td>3,494</td>
<td>0.550239</td>
</tr>
<tr>
<td>Blenheim Vicinity</td>
<td>Res/Rural</td>
<td>7,064,252</td>
<td>8,123,890</td>
<td>0.282019</td>
</tr>
<tr>
<td></td>
<td>Com/Ind</td>
<td>318,407</td>
<td>366,168</td>
<td>0.540269</td>
</tr>
<tr>
<td></td>
<td>Hsty/Fsty</td>
<td>13,999</td>
<td>16,099</td>
<td>0.346581</td>
</tr>
<tr>
<td>Picton</td>
<td>Res/Rural</td>
<td>1,673,849</td>
<td>1,924,926</td>
<td>0.486342</td>
</tr>
<tr>
<td></td>
<td>Com/Ind</td>
<td>674,978</td>
<td>776,224</td>
<td>0.950433</td>
</tr>
<tr>
<td></td>
<td>Hsty/Fsty</td>
<td>1,493</td>
<td>1,717</td>
<td>0.602364</td>
</tr>
<tr>
<td>Picton Vicinity</td>
<td>Res/Rural</td>
<td>359,925</td>
<td>413,914</td>
<td>0.253128</td>
</tr>
<tr>
<td></td>
<td>Com/Ind</td>
<td>23,001</td>
<td>26,451</td>
<td>0.533676</td>
</tr>
<tr>
<td></td>
<td>Hsty/Fsty</td>
<td>-</td>
<td>-</td>
<td>0.323265</td>
</tr>
<tr>
<td>General Rural</td>
<td>Res/Rural</td>
<td>6,855,454</td>
<td>7,883,772</td>
<td>0.289723</td>
</tr>
<tr>
<td></td>
<td>Com/Ind</td>
<td>149,772</td>
<td>172,238</td>
<td>0.472189</td>
</tr>
<tr>
<td></td>
<td>Hsty/Fsty</td>
<td>3,164</td>
<td>3,638</td>
<td>0.335339</td>
</tr>
<tr>
<td>Sounds Admin Rural</td>
<td>Res/Rural</td>
<td>446,163</td>
<td>513,088</td>
<td>0.142723</td>
</tr>
<tr>
<td></td>
<td>Com/Ind</td>
<td>20,396</td>
<td>23,455</td>
<td>0.277266</td>
</tr>
<tr>
<td></td>
<td>Hsty/Fsty</td>
<td>360</td>
<td>414</td>
<td>0.176359</td>
</tr>
</tbody>
</table>
Geographic Area General Works and Services Charges

$17,426,579 GST excl
($20,040,565 GST incl)

A targeted Geographic General Area Works and Services charge on the basis of a fixed amount on every separately used or inhabited part of a rating unit ensures that rating units contribute on a uniform basis to fund the respective area’s share of the Net Cost of Operations, Capital Expenditure and Debt Servicing charges, after making provision for targeted rates and charges, general revenue and utilisation of various reserves.

These charges are set differentially for six geographic areas, depending on where the land is situated; on the same basis as for the Geographic Area General Works and Services Rates. There is also a differential charge for Utilities. Overall, these charges will increase by $375,878 GST excl (2.20%), but there are varying impacts on the geographic areas and their differential charges.

Total Revenue sought from General Works and Services Charges in each geographic area (including Infrastructural Utilities) will be as follows:

<table>
<thead>
<tr>
<th>Geographic Area</th>
<th>Levy (GST excl)</th>
<th>Levy (GST incl)</th>
<th>Unit Charge (GST incl)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Blenheim</td>
<td>9,121,904</td>
<td>10,490,188</td>
<td>808</td>
</tr>
<tr>
<td>Blenheim Vicinity</td>
<td>2,701,200</td>
<td>3,106,380</td>
<td>744</td>
</tr>
<tr>
<td>Picton</td>
<td>2,096,415</td>
<td>2,410,878</td>
<td>846</td>
</tr>
<tr>
<td>Picton Vicinity</td>
<td>307,510</td>
<td>353,636</td>
<td>738</td>
</tr>
<tr>
<td>General Rural</td>
<td>2,613,164</td>
<td>3,005,138</td>
<td>541</td>
</tr>
<tr>
<td>Sounds Admin Rural</td>
<td>554,175</td>
<td>637,302</td>
<td>439</td>
</tr>
<tr>
<td>Infrastructural Utilities</td>
<td>32,211</td>
<td>37,043</td>
<td>686</td>
</tr>
</tbody>
</table>
Debt Servicing Rates and Charges

Grovetown Sewerage Loan Rate
$92,371 GST excl
($106,227 GST incl)

The Grovetown Sewerage Loan Rate is calculated on the land value of every rating unit in the Grovetown Sewerage Special Rating Area in respect of which no contribution to the lump sum scheme was chosen to fund debt servicing costs. The loan rate will continue until 30 June 2039.

No change will occur.

On a rating unit with a land value of $225,000 the sewerage loan rate will remain the same at $1,015.81. The cents in the dollar rate is 0.451472 cents GST incl.

Renwick Sewerage Loan Rate
$30,126 GST excl
($34,645 GST incl)

The Renwick Sewerage Loan Rate is calculated on the land value of every rating unit in the Renwick Sewerage Special Rating Area in respect of which no contribution to the lump sum scheme was chosen to fund debt servicing costs. The loan rate will continue until 30 June 2026.

An increase of $17 GST excl will occur.

On a rating unit with a land value of $170,000, the loan rate will decrease from $80.39 to $79.83 and the new cents in the dollar rate is 0.046960 GST incl.
Southern Valleys’ Irrigation Loan Rate

$980,692 GST excl
($1,127,796 GST incl)

This rate is assessed on the basis of a fixed amount per hectare on all irrigable land on every rating unit in the Southern Valleys’ Special Rating Area in respect of which no contribution to the lump sum scheme was chosen to fund debt servicing costs on capital expenditure. The loan rate will continue until 30 June 2027.

An increase of $1,967 GST excl will occur.

The new targeted loan rate is $303.25 GST incl.

Flaxbourne Community Irrigation Scheme Loan Rate

$1,052 GST excl
($1,210 GST incl)

This rate is assessed on the basis of a fixed amount per hectare on all land committed to receive a base allocation of water amounting to 2,250 m$^3$ per hectare on land identified within the Flaxbourne Special Rating Area. The quantum of the loan rate will alter as the scheme proposal is progressed and will be used to either fund investigation costs incurred should the scheme not proceed or the total cost of the scheme should construction contracts be awarded.

The targeted loan rate remains at $1 GST inclusive.
Roading Rates and Charges

French Pass Road Charge
$27,865 GST excl
($32,045 GST incl)

This charge is calculated on every rating unit in the French Pass Rating Area, to be applied towards the cost of seal extension in the targeted area. The charge will continue until the sealing costs are fully repaid.

No increase in the charge levy has occurred and the charge remains at $99 GST incl on each rating unit.

Kenepuru Road Rate
$35,498 GST excl
($40,822 GST incl)

This rate is calculated on the capital value of every rating unit in the former Kenepuru Riding to be applied towards roading improvements in the targeted area. The charge will continue until the roading improvements costs are fully repaid.

No increase in the rate levy has occurred and the rate in the dollar based on capital value remains at 0.013873 cents GST incl.
Wairau Valley Rivers Works Rate

$4,098,339 GST excl
($4,713,090 GST incl)

This differential rate covers the costs of river planning, control and flood protection in the Wairau Catchment and is calculated on a Capital Value basis on every rating unit in the Wairau Valley Rivers Rating Area. The differentials reflect the benefits derived by each group.

The funding requirements from each area are as follows:

Blenheim Vicinity (Rural) 47.57%
Blenheim Urban 47.84%
Other Urban 4.59%

A $70,886 GST excl (1.76%) increase in the overall rates levy has occurred.

See figures 12-14.

The following is a schedule of the cents in the dollar to be set and assessed on the capital values in each group.

<table>
<thead>
<tr>
<th>Rating Areas</th>
<th>Levy (GST excl)</th>
<th>Levy (GST incl)</th>
<th>Cents in the $ (GST incl)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Rural A Rating Units</td>
<td>667,988</td>
<td>768,186</td>
<td>0.064098</td>
</tr>
<tr>
<td>Rural B Rating Units</td>
<td>948,456</td>
<td>1,090,724</td>
<td>0.048073</td>
</tr>
<tr>
<td>Rural C Rating Units</td>
<td>173,436</td>
<td>199,452</td>
<td>0.031408</td>
</tr>
<tr>
<td>Rural D Rating Units</td>
<td>159,699</td>
<td>183,654</td>
<td>0.005128</td>
</tr>
<tr>
<td>Blenheim Urban 1 Rating Units</td>
<td>1,112,364</td>
<td>1,279,219</td>
<td>0.047084</td>
</tr>
<tr>
<td>Blenheim Urban 2 Rating Units</td>
<td>698,433</td>
<td>803,198</td>
<td>0.041853</td>
</tr>
<tr>
<td>Blenheim Urban 3 Rating Units</td>
<td>96,290</td>
<td>110,733</td>
<td>0.036098</td>
</tr>
<tr>
<td>Blenheim Urban 4 Rating Units</td>
<td>53,559</td>
<td>61,593</td>
<td>0.020404</td>
</tr>
<tr>
<td>Other Urban 1 Rating Units in Wairau Catchment</td>
<td>96,321</td>
<td>110,769</td>
<td>0.045327</td>
</tr>
<tr>
<td>Other Urban 2 Rating Units in Wairau Catchment</td>
<td>91,793</td>
<td>105,562</td>
<td>0.030434</td>
</tr>
</tbody>
</table>
Combined Sewerage Scheme Rates and Charges  

$8,342,254 GST excl  
($9,593,592 GST incl)  

An overall increase of $419,941 (GST excl) will occur (5.30%).

Definitions:

“Serviced” or “Connected” refers to any separately used or inhabited part of a rating unit that is connected, either directly or indirectly, through a private drain to a public drain.

“Serviceable” refers to any separately used or inhabited part of a rating unit situated within 30 metres of a public sewerage or stormwater drain to which it is capable of being effectively connected, either directly or through a private drain, but which is not so connected.

“Combined sewerage rates and charges” do not include the initial debt servicing requirements for any new schemes not paid by lump sum contributions.

Combined Sewerage Scheme Capital Works Rate  

$2,033,623 GST excl  
($2,338,666 GST incl)  

This rate is assessed on the land value of every rating unit in the Combined Sewerage Rating Area on a differential basis and funds the Capital Expenditure and Debt Servicing costs of the combined sewerage scheme.

There is a $340,277 GST excl (20.09%) increase in this rate.

On a Blenheim rating unit in the Blenheim Group area with a land value of $200,000 the rate will increase from $116.35 to $138.72 - a rate in the dollar of 0.069362 cents GST incl.

On a Havelock rating unit with a land value of $178,000 the rate will increase from $129.44 to $154.33 - a rate in the dollar of 0.086702 cents GST incl.

On a Picton rating unit with a land value of $200,000 the rate will increase from $143.11 to $170.63 - a rate in the dollar of 0.085315 cents GST incl.

On a Seddon rating unit with a land value of $99,000 the rate will increase from $101.94 to $121.54 - a rate in the dollar of 0.122770 cents GST incl.

Combined Sewerage Scheme Charge  

$6,308,631 GST excl  
($7,254,926 GST incl)  

This uniform charge funds operating costs of the combined sewerage scheme including treatment, reticulation, depreciation and other costs associated with the combined sewerage scheme improvements. Blenheim and Picton rating units with sewerage discharges where the quantity or the strength of the effluent is greater than the average domestic rating unit, will be assessed an additional trade waste charge.

There is a $79,664 GST excl (1.28 %) increase in this charge.

The charge will increase from $416 to $418 GST incl on every separately used or inhabited part of every serviced rating unit connected to the combined sewerage scheme; and from $208 to $209 GST incl on every separately used or inhabited part of every serviceable rating unit.
Water Supply Rates and Charges

$9,245,953 GST excl
($10,632,845 GST incl)

An overall increase of $494,427 (GST excl) will occur (5.65%).

Definitions:

“Serviced” or “Connected” refers to any separately used or inhabited part of a rating unit to which water is supplied.

“Serviceable” refers to any separately used or inhabited part of a rating unit to which water can be but is not supplied (being property situated within 100 metres from any part of the waterworks).

Combined Water Scheme Rates and Charges

$6,756,262 GST excl
($7,769,701 GST incl)

An overall increase of $430,913 (GST excl) will occur (6.81%).

Combined Water Scheme Capital Works Rate

$1,813,111 GST excl
($2,085,077 GST incl)

This rate is assessed on the land value of every rating unit in the Combined Water Rating Area on a differential basis and funds the Capital Expenditure and Debt Servicing costs of the combined water scheme. This includes the Koromiko rating units subject to the special pipeline agreement.

An increase of $71,528 (GST excl) will occur (4.11%).

On a Blenheim rating unit with a land value of $200,000 the rate will increase from $123.13 to $127.22 - a rate in the dollar of 0.063610 cents GST incl.

On a Havelock rating unit with a land value of $178,000 the rate will increase from $123.83 to $127.94 - a rate in the dollar of 0.071879 cents GST incl.

On a Picton rating unit with a land value of $200,000 the rate will increase from $158.84 to $164.11 - a rate in the dollar of 0.082056 cents GST incl.

The new rate in the dollar for Koromiko rating units subject to the special pipeline agreement will be 0.065645 cents in the dollar GST incl.

On a Renwick rating unit with a land value of $175,000 the rate will increase from $115.28 to $119.11 - a rate in the dollar of 0.068062 cents GST incl.
**Combined Water Scheme Charges**

These charges fund the balance of expenditure other than Capital and Debt Servicing costs, including operating costs of the combined water scheme including treatment, reticulation, depreciation and other costs associated with the combined water scheme improvements.

These charges are set on a differential basis.

An increase of $389,469 (GST excl) will occur (8.75%).

### Blenheim Water Charges

$3,073,313 GST excl  
($3,534,310 GST incl)

These charges are calculated as a fixed amount on every non-metered separately used or inhabited part of a serviced rating unit in the Blenheim Water Supply Area (including the Burleigh Extension); and half that amount for each non-metered separately used or inhabited part of every serviceable rating unit in the same area.

*The charges will be $290 on every part of a serviced rating unit and $145 on every part of a serviceable rating unit GST incl.*

### Renwick Water Charges

$396,212 GST excl  
($455,644 GST incl)

These charges are calculated as a fixed amount on every non-metered separately used or inhabited part of a serviced rating unit in the Renwick Water Supply Area; and half that amount for every non-metered separately used or inhabited part of every serviceable rating unit in the same area.

*The charges will be $494 on every part of a serviced rating unit and $247 on every part of a serviceable rating unit GST incl.*

### Havelock Water Charges

$130,353 GST excl  
($149,906 GST incl)

These charges are calculated as a fixed amount on every non-metered separately used or inhabited part of a serviced rating unit in the Havelock Water Supply Area; and half that amount for every non-metered separately used or inhabited part of every serviceable rating unit in the same area.

*The charges will be $494 on every part of a serviced rating unit and $247 on every part of a serviceable rating unit GST incl.*

### Picton Water Charges

$1,120,347 GST excl  
($1,288,399 GST incl)

These charges are calculated as a fixed amount on every non-metered separately used or inhabited part of a serviced rating unit in the Picton Water Supply Area and half that amount on each non-metered separately used or inhabited part of every serviceable rating unit in the same area.

*The charges will be $494 on every part of a serviced rating unit and $247 on every part of a serviceable rating unit GST incl.*

### Seddon Water Charge

$110,727 GST excl  
($127,336 GST incl)

The charge will be $437 GST incl on every separately used or inhabited part of a rating unit within the Seddon Water Supply Area, (excluding all commercial consumers), and any new lots created by subdivision of such rating units whether connected or not.

This charge is set to recover the net cost of operations, capital expenditure and debt servicing costs.

### Wairau Valley Water Charge

$8,230 GST excl  
($9,465 GST incl)

The charge will be $240 GST incl for each water meter, excluding all commercial water meters, connected to a rating unit within the Wairau Valley Water Supply Area.

This charge is set to recover the net cost of operations, capital expenditure and debt servicing costs.
Residential Metered Water Charges

These charges exclude water supplied to commercial metered rating units.

A decrease of $30,085 (GST excl) will occur (22.44%).

Blenheim Metered Water Charge

\[ \text{Charge: } $30,506 \text{ GST excl} \]  
\[ (\text{Charge incl: } $35,081 \text{ GST incl}) \]

This charge is assessed on the basis of the quantity of water supplied to residential metered rating units (including the Burleigh Extension), subject to a minimum quarterly charge.

Metered water charges are as follows:

The minimum quarterly charge will be $72.50 GST incl and it will provide for the volume of water supplied between 0 m³ and 65.91 m³.

The metered charge for the volume of water supplied in excess of the minimum quarterly charge volume will be $1.10 GST incl per cubic metre.

Havelock Metered Water Charge

\[ \text{Charge: } $0 \text{ GST excl} \]  
\[ (\text{Charge incl: } $0 \text{ GST incl}) \]

There is no charge as no water will be supplied in 2019-20 to residential metered rating units.

Picton Metered Water Charge

\[ \text{Ordinary Charge: } $25,313 \text{ GST excl} \]  
\[ (\text{Ordinary Charge incl: } $29,111 \text{ GST incl}) \]

Ordinary Charge

A Picton Metered Water Ordinary Charge is assessed on the basis of the quantity of water supplied to residential metered rating units, subject to a minimum quarterly charge.

The minimum quarterly charge will be $123.50 GST incl and it will provide for the volume of water supplied between 0 m³ and 41.26 m³.

The metered charge for the volume of water supplied in excess of the minimum quarterly charge volume will be $2.9930 GST incl per cubic metre.

Koromiko Charge

A Picton Metered Water Koromiko Charge for metered rated units is assessed on the basis of the quantity of water supplied to Koromiko Special Pipeline Agreement consumers.

Water for Koromiko Special Pipeline Agreement consumers will be $2.3944 GST incl per cubic metre.

Renwick Metered Water Charge

\[ \text{Charge: } $12,670 \text{ GST excl} \]  
\[ (\text{Charge incl: } $14,571 \text{ GST incl}) \]

This charge is assessed on the basis of the quantity of water supplied to residential metered rating units, subject to a minimum quarterly charge.

Metered water charges are as follows:

The minimum quarterly charge will be $123.50 GST incl and it will provide for the volume of water supplied between 0 m³ and 44.11 m³.

The metered charge for the volume of water supplied in excess of the minimum quarterly charge volume will be $2.80 GST incl per cubic metre.

Seddon Metered Water Charge

\[ \text{Charge: } $27,302 \text{ GST excl} \]  
\[ (\text{Charge incl: } $31,397 \text{ GST incl}) \]

This charge is assessed on the basis of the quantity of water supplied to residential metered rating units where consumption exceeds 275 cubic metres per annum.

The metered charge will be $1.57 GST incl per cubic metre for all usage in excess of 275 cubic metres, for all consumers on the Seddon water supply.

This charge is set to recover the net cost of operations, capital expenditure and debt servicing costs.

Wairau Valley Metered Water Charge

\[ \text{Charge: } $8,178 \text{ GST excl} \]  
\[ (\text{Charge incl: } $9,404 \text{ GST incl}) \]

This charge is assessed on the basis of the quantity of water supplied to each residential water meter connected to a rating unit within the Wairau Valley Water Supply Area where consumption exceeds 350 cubic metres per annum.

The metered charge will be $2.09 GST incl per cubic metre for all usage in excess of 350 cubic metres for all consumers on the Wairau Valley water supply.

This charge is set to recover the net cost of operations, capital expenditure and debt servicing costs.
Other Water Supply
Commercial Metered Water Charges

These water charges fund the net cost of operations.

A decrease of $4,634 (GST excl) will occur (0.55%).

Blenheim Commercial Metered Water Charge
$322,927 GST excl
($371,367 GST incl)

This charge for metered rating units is assessed on the basis of the quantity of water supplied to commercial metered connections (including the Burleigh Extension), subject to a minimum quarterly charge.

Metered water charges are as follows:

The minimum quarterly charge will be $37.50 GST incl and it will provide for the volume of water supplied between 0 m³ and 50 m³.

The metered charge for the volume of water supplied in excess of the minimum quarterly charge volume will be $0.75 GST incl per cubic metre.

Havelock Commercial Metered Water Charge
$123,896 GST excl
($142,480 GST incl)

This charge for metered rating units is assessed on the basis of the quantity of water supplied to commercial metered connections, subject to a minimum quarterly charge.

Metered water charges are as follows:

The minimum quarterly charge will be $101 GST incl and it will provide for the volume of water supplied between 0 m³ and 50 m³.

The metered charge for the volume of water supplied in excess of the minimum quarterly charge volume will be $2.02 GST incl per cubic metre.

Picton Commercial Metered Water Charge
$326,087 GST excl
($375,000 GST incl)

Ordinary Charge
A Picton Metered Water Ordinary Charge is assessed for metered rating units on the basis of the quantity of water supplied to commercial metered connections (excluding connections where water is onsold), subject to a minimum quarterly charge.

The minimum quarterly charge will be $117 GST incl and it will provide for the volume of water supplied between 0 m³ and 50 m³.

The metered charge for the volume of water supplied in excess of the minimum quarterly charge volume will be $2.34 GST incl per cubic metre.

Onsold Charge
A Picton Metered Water Onsold Charge is assessed for metered rating units on the basis of the quantity of water supplied to commercial metered connections that is subsequently onsold, subject to a minimum quarterly charge.

Metered water charges for consumers onselling are as follows:

The minimum quarterly charge will be $117 GST incl and it will provide for the volume of water supplied between 0 m³ and 45 m³.

The metered charge for the volume of water supplied in excess of the minimum quarterly charge volume will be $2.60 GST incl per cubic metre.

Renwick Commercial Metered Water Charge
$40,876 GST excl
($47,007 GST incl)

This charge for metered rating units is assessed on the basis of the quantity of water supplied to commercial metered connections, subject to a minimum quarterly charge.

Metered water charges are as follows:

The minimum quarterly charge will be $75.50 GST incl and it will provide for the volume of water supplied between 0 m³ and 50 m³.

The metered charge for the volume of water supplied in excess of the minimum quarterly charge volume will be $1.51 GST incl per cubic metre.
### Seddon Commercial Metered Water Charge

$21,880 \text{ GST excl}  
\text{($25,162 \text{ GST incl})}

This charge for metered rating units is assessed on the basis of the quantity of water supplied to commercial metered connections subject to a minimum four monthly charge.

Meter water charges are as follows:

- The minimum four monthly charge will be $191 GST incl and it will provide for the volume of water supplied between 0 m³ and 66.67 m³.
- The metered charge for the volume of water supplied in excess of the minimum four monthly charge volume will be $2.86 GST incl per cubic metre, for all commercial consumers on the Seddon water supply.

This charge is set to recover the net cost of operations, capital expenditure and debt servicing costs.

### Wairau Valley Commercial Metered Water Charge

$1,478 \text{ GST excl}  
\text{($1,700 \text{ GST incl})}

This charge for metered rating units is assessed on the basis of the quantity of water supplied to each commercial water meter connected to a rating unit within the Wairau Valley water supply Area, subject to a minimum quarterly charge.

Metered water charges are as follows:

- The minimum quarterly charge will be $146 GST incl and it will provide for the volume of water supplied between 0 m³ and 50 m³.
- The metered charge for the volume of water supplied in excess of the minimum quarterly charge volume will be $2.92 GST incl per cubic metre for all commercial consumers on the Wairau Valley water supply.

This charge is set to recover the net cost of operations, capital expenditure and debt servicing costs.

### Rural Awatere Water Supply

$741,756 \text{ GST excl}  
\text{($853,019 \text{ GST incl})}

The following charges fund the net cost of operations, Capital Expenditure and Debt Servicing costs.

An increase of $84,602 GST excl will occur (12.87%).

### Rural Awatere Water Charge

$226,614 \text{ GST excl}  
\text{($260,606 \text{ GST incl})}

The uniform charge will increase from $520 to $625 GST incl on every separately used or inhabited part of a rating unit within the Rural Awatere Water Supply Area and any new lots created by subdivision of such rating units whether connected or not.

### Rural Awatere Metered Water Charge

$515,142 \text{ GST excl}  
\text{($592,413 \text{ GST incl})}

This charge for metered rating units is assessed on the basis of the quantity of water supplied to all consumers where consumption exceeds 275 cubic metres per annum.

The metered charge will be $1.85 GST incl per cubic metre for all usage in excess of 275 cubic metres, for all consumers on the Rural Awatere water supply.
Riverlands Water Supply

$301,200 GST excl
($346,380 GST incl)

This charge for metered rating units is assessed on the basis of the quantity of water supplied to metered rating units, subject to a minimum quarterly charge. It funds the cost of operations, capital expenditure and debt servicing costs.

No change will occur (0.00%).

The minimum quarterly charge will remain unchanged at $41 GST incl and it will provide for the volume of water supplied between 0 m³ and 56.94 m³.

The metered charge for the volume of water supplied in excess of the minimum quarterly charge volume will remain at $0.72 GST incl per cubic metre.

Southern Valleys’ Irrigation Scheme

$609,591 GST excl
($701,029 GST incl)

Operating costs have decreased by $16,454 GST excl (2.63%).

This charge for metered rating units is assessed on the basis of the quantity of water supplied to metered connections. This rate funds the net operating costs of the Southern Valleys’ Irrigation Scheme.

The metered charge will increase from $0.24 to $0.25 GST incl per cubic metre.
Refuse and Recycling Charges

$1,484,196 GST excl
($1,706,825 GST incl)

Refuse and recycling charges have decreased overall by $1,164 GST excl (0.08%).

Blenheim/Picton (Residential) Refuse and Kerbside Recycling Collection Charge

$1,411,537 GST excl
($1,623,268 GST incl)

This charge relates to both a refuse and kerbside recycling collection service for residential properties in Blenheim and Picton.

It is calculated as a fixed amount for each separately used or inhabited part of a rating unit in the collection rating area, in respect of which Council is prepared to provide a refuse and kerbside recycling collection service.

The kerbside recycling collection charge remains at $46 per separately used or inhabited part of a rating unit and the refuse collection charge remains at $69 per separately used or inhabited part of a rating unit - total charge remains at $115 GST incl.

Blenheim/Picton (Residential) Refuse Collection Charge

$5,915 GST excl
($6,801 GST incl)

This charge relates to a refuse collection service only for residential properties in Blenheim and Picton.

It is calculated as a fixed amount for each separately used or inhabited part of a rating unit in the collection rating area, in respect of which Council is prepared to provide a refuse collection service only.

The collection charge remains at $69 GST incl per separately used or inhabited part of a rating unit.

Blenheim/Picton (Commercial/Industrial) Refuse Collection Charge

$66,744 GST excl
($76,756 GST incl)

This charge relates to a refuse collection service for Blenheim and Picton “Commercial or Industrial” properties.

It is calculated as a fixed amount for each separately used or inhabited part of a rating unit in the collection rating area in respect of which Council is prepared to provide a refuse collection service.

The collection charge remains at $69 GST incl per separately used or inhabited part of a rating unit.
**Energy Efficiency Rates**

$403,000 GST excl  
($463,450 GST incl)

These targeted rates are calculated on the extent of energy efficiency services provided to rating units and are calculated as a percentage of the service amount (**inclusive of associated costs**), until the service amount is recovered. Energy Efficiency is included under the Community Support Activity.

The energy efficiency rate, for nine years, covers both interest and principal and is calculated as a percentage of the service provided as follows:

<table>
<thead>
<tr>
<th>Energy Efficiency Rate</th>
<th>% GST incl</th>
<th>First Rating Year</th>
<th>Final Rating Year</th>
</tr>
</thead>
<tbody>
<tr>
<td>Energy Efficiency Rate 1</td>
<td>16.893826</td>
<td>2011-12</td>
<td>2019-20</td>
</tr>
<tr>
<td>Energy Efficiency Rate 2</td>
<td>16.779455</td>
<td>2012-13</td>
<td>2020-21</td>
</tr>
<tr>
<td>Energy Efficiency Rate 3</td>
<td>16.668382</td>
<td>2013-14</td>
<td>2021-22</td>
</tr>
<tr>
<td>Energy Efficiency Rate 4</td>
<td>16.560542</td>
<td>2014-15</td>
<td>2022-23</td>
</tr>
<tr>
<td>Energy Efficiency Rate 5</td>
<td>16.455869</td>
<td>2015-16</td>
<td>2023-24</td>
</tr>
<tr>
<td>Energy Efficiency Rate 6</td>
<td>16.354299</td>
<td>2016-17</td>
<td>2024-25</td>
</tr>
<tr>
<td>Energy Efficiency Rate 7</td>
<td>16.319747</td>
<td>2017-18</td>
<td>2025-26</td>
</tr>
<tr>
<td>Energy Efficiency Rate 8</td>
<td>16.286016</td>
<td>2018-19</td>
<td>2026-27</td>
</tr>
<tr>
<td>Energy Efficiency Rate 9</td>
<td>16.286016</td>
<td>2019-20</td>
<td>2027-28</td>
</tr>
</tbody>
</table>

**Residential Pool Inspections Charge**

$95,129 GST excl  
($109,398 GST incl)

A targeted Residential Pool Inspections rate is calculated on the basis of a fixed amount which has increased from $84.00 to $88.20 GST incl on every separately used or inhabited part of any rating unit with a residential pool. The rate will be used to fund the costs associated with carrying out residential pool inspections in Marlborough under the Building (Pools) Amendment Act 2016.

*An increase of $4,117 (GST excl) will occur (4.52%).*

**Tourism Charges**

$208,000 GST excl  
($239,200 GST incl)

A targeted tourism rate is calculated on the basis of a fixed amount on every separately used or inhabited part of a rating unit set differentially for the following land uses to enable Destination Marlborough to market Marlborough. A CPI adjustment of 1.8% has been applied to the previous charges. Marketing and Tourism is included under the Regional Development Activity.

*Properties used for residential baches or other dwelling units that are advertised for short term rental accommodation* - $218 GST incl.

*Properties used for commercial rental accommodation where less than 30 people can be accommodated* - $218 GST incl.

*Properties used for commercial rental accommodation where 30 or more people can be accommodated* - $334 GST incl.
Properties used for tourism activities (excluding the two groups above) - $243 GST incl.

Where a tourism operator operates in two or more of the groups above from the same rating unit, only the highest applicable group charge will be assessed.

**Landscape Charges**

$3,118 GST excl
($3,587 GST incl)

A targeted landscape charge on new subdivisions (and existing subdivisions following consultation) is assessed where higher landscaping standards result in additional maintenance costs and is calculated as a fixed amount on every separately used or inhabited part of a rating unit set differentially on the following basis:

<table>
<thead>
<tr>
<th>Properties with Urban level 1 landscaping standards</th>
<th>$41 GST incl</th>
</tr>
</thead>
<tbody>
<tr>
<td>Properties with Urban level 2 landscaping standards</td>
<td>$52 GST incl</td>
</tr>
<tr>
<td>Properties with Rural level 1 landscaping standards</td>
<td>$57 GST incl</td>
</tr>
<tr>
<td>Properties with Rural level 2 landscaping standards</td>
<td>$174 GST incl</td>
</tr>
</tbody>
</table>

Street berms, trees and plots are included under the Community Facilities Activity.

**Agency Rates and Charges**

$2,471 GST excl
($2,842 GST incl)

**Tuamarina/Waikakaho Hall Charge**

$2,471 GST excl
($2,842 GST incl)

This charge is calculated as a fixed amount of $18.45 GST incl on every rating unit in the Tuamarina/Waikakaho Special Rating Area, such charge to be applied to the Tuamarina/Waikakaho Hall. Community halls are included in the Community Facilities Activity.
Residential Rates Postponement Scheme

To cover costs for this scheme, the following fees and charges are set for the 2019-20 rating year. All fees and charges will be added as either a one-off or annual charge as the case may be, to the approved applicant’s rate account.

<table>
<thead>
<tr>
<th>Initial Charges – One off</th>
<th>Charging Unit</th>
<th>Fees and Charges (GST Inclusive)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Application fee</td>
<td>One-off</td>
<td>$50.00</td>
</tr>
<tr>
<td>Contribution to the decision facilitation process</td>
<td>One-off</td>
<td>$300.00</td>
</tr>
</tbody>
</table>

**Annual Interest Charges**

Interest calculated at Council’s borrowing rate on all amounts outstanding

<table>
<thead>
<tr>
<th>Annual Charges</th>
</tr>
</thead>
<tbody>
<tr>
<td>Administration fee</td>
</tr>
<tr>
<td>Reserve fund levy</td>
</tr>
</tbody>
</table>

Property insurance: a ratepayer must submit a current certificate annually.

**Instalments**

The above rates and charges are for the period 1 July 2019 to 30 June 2020 and will become due and payable by four instalments as follows:

<table>
<thead>
<tr>
<th>Instalment</th>
<th>Last Date for Payment Before Penalty is Added</th>
</tr>
</thead>
<tbody>
<tr>
<td>Instalment One</td>
<td>10 September 2019</td>
</tr>
<tr>
<td>Instalment Two</td>
<td>10 December 2019</td>
</tr>
<tr>
<td>Instalment Three</td>
<td>10 March 2020</td>
</tr>
<tr>
<td>Instalment Four</td>
<td>10 June 2020</td>
</tr>
</tbody>
</table>

Each instalment is one quarter of the annual rates for the current year.

**Charges for Metered Water**

<table>
<thead>
<tr>
<th>Water Supply Area</th>
<th>Readings Taken in Period</th>
<th>Last Date for Payment before Penalty is Added</th>
</tr>
</thead>
<tbody>
<tr>
<td>Awatere and Seddon</td>
<td>1 July 2019 – 31 October 2019</td>
<td>20 November 2019</td>
</tr>
<tr>
<td></td>
<td>1 November 2019 – 29 February 2020</td>
<td>20 March 2020</td>
</tr>
<tr>
<td></td>
<td>1 March 2020 - 30 June 2020</td>
<td>20 July 2020</td>
</tr>
<tr>
<td>Blenheim, Havelock, Picton, Renwick, Riverlands, Southern Valleys' and Wairau Valley</td>
<td>1 July 2019 –30 September 2019</td>
<td>20 October 2019</td>
</tr>
<tr>
<td></td>
<td>1 October 2019 – 31 December 2019</td>
<td>20 January 2020</td>
</tr>
<tr>
<td></td>
<td>1 January 2020 - 31 March 2020</td>
<td>20 April 2020</td>
</tr>
<tr>
<td></td>
<td>1 April 2020 – 30 June 2020</td>
<td>20 July 2020</td>
</tr>
</tbody>
</table>
Penalty Provisions (Additional Charges on Unpaid Rates)

A penalty, equivalent in amount to 10% of the instalment amount remaining unpaid at the close of day on the “Last Date for Payment”, shall on the next day be added to that amount of unpaid rates.

Pursuant to sections 57/58 of the Local Government (Rating) Act 2002, a further penalty of 10% will be added to all rates and charges from previous years that remain unpaid on 30 June 2020.

Payments are applied to the oldest debt first. All payments are allocated to the oldest debt first so if the instalment is not paid in full by the date shown a 10% penalty is added to any amount of the instalment still outstanding. All penalty charges are exempt from GST.

Penalty Provisions (Unpaid Metered Water)

A penalty, equivalent in amount to 10% of the metered water amount remaining unpaid at the close of day on the “Last Date for Payment”, shall on the next day be added to that amount which remains unpaid.

General Revenue Sources

There are some revenue sources which are not directly linked to an activity but are utilised by Council to assist in funding a number of Council activities either directly or indirectly.

These include:

**Dividends and Interest from Investments ($10,515,596)**

The $10,515,596 total amount is comprised of Internal Loans Interest ($7,069,596) Interest on General Funds ($7,000), Interest on Investments ($540,000) and Dividends ($2,899,000).

- Funded to specified Reserves for particular purposes or events (eg: Emergency Events Reserve).
- Used to subsidise general type rates and charges by way of general revenue allocation.
- Used to fund interest and funding costs on external borrowings.

**Petroleum Tax ($367,000)**

Used to subsidise general type rates and charges by way of general revenue allocation.

**Contributions Received from Development and Subdivision ($3,351,593)**

Are applied towards the cost of infrastructure related to the development and community facilities.

**Forestry Income ($2,500,000)**

Currently used to fund the Forestry and Land Development reserve which is used to fund any projects approved by Council.
**Geographic Areas**

The geographic areas can generally be described as follows:

**Blenheim Area (BM) (Fig 3)**

All of that area encompassed by the former Blenheim Borough Council together with those properties within a 1.5 km radius of that area which have a zoning of Residential or Industrial in the Wairau/Awatere Resource Management Plan (eg: includes, Burleigh, Hammerichs Road, Riverlands and Waipuna Street); as well as any properties that are connected to (or are able to be connected to) either the Blenheim Water or Blenheim Group Sewerage Schemes, but excluding properties in the Renwick, Spring Creek and Grovetown Sewerage Rating Areas; and residential/rural properties and properties in the Riverlands Industrial Estate and Cloudy Bay Business Park that have an area of greater than one hectare.

Also included in the Blenheim area are a number of properties where it was an express condition of subdivisional resource consent.

**Growth pockets and other growth areas rezoned Residential or Urban Residential 2 Greenfields following notification of the new Marlborough Resource Management Plan will be excluded from the Blenheim Area until granting of subdivision title.**

**Blenheim Vicinity Area (BV) (Fig 2)**

All of that area encompassed within the following general description, but excluding the Blenheim areas described above:

From just north of the Rarangi Settlement following around the foothills in a south-westerly direction; taking in the Tuamauna Settlement; to the south bank of the Wairau River and then up the Wairau south bank to the Waipoua River; up the east bank of the Waipoua River to just north of Omaka Downs; and then generally following the base of the foothills; around to include the Taylors Pass in a south easterly direction as far as the Branch River; following the boundaries of properties on the south east side of the Taylor River; then around the base of the foothills to include land between SH 1 and both sides of Redwood Pass Road to and including 393 Redwood Pass Road; then to the coast on the south of the Vernon Lagoons.

Also included in the Picton area are a number of properties where it was an express condition of subdivisional resource consent.

**Picton Area (PN) (Fig 4)**

All of that area encompassed by the former Picton Borough Council; together with the area of those properties serviced by the Picton Water or Sewerage Schemes (excluding those properties listed in the schedule below).

**Schedule**

Pt Lot 1 DP 6881, Pt DP 467 Waitohi Valley Blk XI Linkwater SD, Lot 1 DP 303616 Lot 1 DP 8240, Pt Sec 41 District of Waitohi, Lot 2 DP 3716, Lot 1 DP 3716, Lot 1 DP 9175, Lot 2 DP 9175, Lot 1 DP 10989, Lot 2 DP 10989, Lots 1 2 DP 1353 Lot 1 DP 1148 Pt Sec 37 Waitohi Reg Dist, Lots 2 5 DP 3183, Pt Sec 103 Waitohi Valley District Blk XV Linkwater SD, Lot 1 DP 402932 Lot 1 DP 5595 Lot 2 DP 5660 Sec 38 Pt Sec 37 Waitohi Dist, Lot 1 DP 9268, Pt Lot 1 DP 7160 , Lot 1 DP 12294, Lot 2 DP 10225 Lot 1 DP 10476, Lot 1 DP 10882, Lot 2 DP 434941 Pt DP 747 Pt Sec 25 Waitohi Dist Pt Lots 1-3 DP 693 Pt Sec 12 Pt Sec 13 Blk XV Linkwater SD, Secs 105 106 Pts Sec 36 104 Waitohi Valley Dist, Lot 1 DP 6397, Lots 1 2 DP 303945, Lots 3 4 DP 303945 Sec 129 Pt 159 Picton Subn Sec 18 Blk XV Linkwater SD, Lot 1 DP 302741, Lot 1 DP 10871, Lot 1 DP 6129, Lot 1 DP 759 Lot 2 Pt Lot 1 DP 1594, Pt Sec 63-65 Picton Subn. Lots 1-9 12 DP 1086, Sec 1 SO 429571 Lot 10 DP 1086, Lot 11 DP 1086, Lot 13 DP 1086, Lot 14 DP 1086, Lot 2 DP 3080, Sec 1 SO 416848 Lot 1 DP 3080, Sec 2 SO 416848 Lot 16 DP 1086, Lot 18 DP 1086, Pt Waikawa 2C2, Lot 4 DP 11736, Lot 1 DP 335692, Lot 2 DP 344933, Lot 3 DP 11736, Lot 1 DP 11736, Lot 1 DP 344933, Lot 2 DP 404985, Lot 1 DP 424360, Lot 2 DP 424360, Lot 3 DP 424360, Lot 4 DP 424360, Lot 5 DP 424360, Waikawa 3B Blk XII Linkwater SD Blk XI Arapawa SD, Lot 1 DP 9994, Lot 1 DP 10354, Waikawa Sec A2 Waikawa West Blk XII Linkwater SD Blk XI Arapawa SD, Waikawa Sec 4B2 Waikawa West Blk XII Linkwater SD Blk XI Arapawa SD, Lot 2 DP 7961 Pts Sec 10 & Pt Sec 11 Waitohi Dist Pts Sec 100 Waitohi Dist, Lot 3 DP 8884.

**Picton Vicinity Area (PV) (Fig 4)**

All of that area from the western point of Ngakuta Bay to the former Picton Borough boundary; plus all of that area from the eastern point of Waikawa Bay to Whatamango Bay; plus a corridor area from the southern boundary of the former Picton Borough to Speeds Road; excluding properties serviced by the Picton Water or Sewerage Schemes, but including the properties listed in the Schedule above.

**General Rural Area (GR) (Fig 1)**

All of that area administered by the former Marlborough County and excluding that part of the former County’s area which has been included in either the Blenheim, Blenheim Vicinity, Picton, Picton Vicinity or Sounds Admin Rural areas.

**Sounds Admin Rural (AR) (Fig 5)**

All of that area with basically sea access only, which was subject to the former Marlborough County Council Empowering Act 1965. .
Rates Movements 2019-20

Total Rates and Charges for 2019-20 are estimated at $70,034,175 (GST exclusive). This represents an increase of $2,447,468 (3.62%) on last year’s levy.

The rating effect will be different for individual properties because of the varying effects of the recent district-wide revaluation; movements in general-type rates not impacting uniformly on all geographic rating areas; and movements in targeted separate rates (such as Sewerage and Water etc) affecting only those properties able to receive these services.

**Significant contributors to the overall rates increase are as follows:**

<table>
<thead>
<tr>
<th>General Rates and Charges</th>
<th>Amount</th>
<th>Explanation</th>
</tr>
</thead>
<tbody>
<tr>
<td>Environmental Management</td>
<td>$349,647</td>
<td>More resources are required to implement the proposed Marlborough Environment Plan, as well as the range of National Environmental Policy Standards and Regulations.</td>
</tr>
<tr>
<td>Roads and Footpaths</td>
<td>$658,391</td>
<td>Increased depreciation and maintenance. This includes an increase in the cleaning of Picton and Blenheim CBD pavements and more road and cycleway sweeping.</td>
</tr>
<tr>
<td>Community Facilities</td>
<td>$482,712</td>
<td>Increased operating costs are budgeted for:</td>
</tr>
<tr>
<td></td>
<td></td>
<td>• Reserves maintenance contracts;</td>
</tr>
<tr>
<td></td>
<td></td>
<td>• Lansdowne Park;</td>
</tr>
<tr>
<td></td>
<td></td>
<td>• Other Reserves;</td>
</tr>
<tr>
<td></td>
<td></td>
<td>• Awatere Hall.</td>
</tr>
<tr>
<td>Biosecurity (Pest Management)</td>
<td>$210,350</td>
<td>Increased funding for the implementation of the Regional Pest Management Plan and the Biosecurity Strategy.</td>
</tr>
<tr>
<td>Democracy</td>
<td>$199,896</td>
<td>Increased operating costs due to Council elections to be held 12 October 2019 and increased overhead allocation.</td>
</tr>
<tr>
<td>Regional Development</td>
<td>$127,269</td>
<td>The increase is mainly due to:</td>
</tr>
<tr>
<td></td>
<td></td>
<td>• Follow Me Marlborough Events transferred from Community Support;</td>
</tr>
<tr>
<td></td>
<td></td>
<td>• A new 0.5 FTE for Smart and Connected Community/Economic Development and resulting additional overhead allocation.</td>
</tr>
<tr>
<td>Libraries</td>
<td>$112,891</td>
<td>Increased depreciation and operating costs resulting from the opening of the new purpose built library and service centre in Picton.</td>
</tr>
<tr>
<td>Solid Waste Management</td>
<td>($174,492)</td>
<td>Reduction in rates funding for:</td>
</tr>
<tr>
<td></td>
<td></td>
<td>• Greenwaste: increased dump fees;</td>
</tr>
<tr>
<td></td>
<td></td>
<td>• Hazardous Waste: budgeted one off Government contribution towards setting up the new hazardous waste centre.</td>
</tr>
</tbody>
</table>

**Targeted Rates and Charges**

<table>
<thead>
<tr>
<th></th>
<th>Amount</th>
<th>Explanation</th>
</tr>
</thead>
<tbody>
<tr>
<td>Combined Sewerage</td>
<td>$450,623</td>
<td>Depreciation and interest have increased due to recent capital investment.</td>
</tr>
<tr>
<td>Combined Water</td>
<td>$423,178</td>
<td>Depreciation and interest have increased due to recent capital investment. Mains maintenance and overheads have also increased.</td>
</tr>
</tbody>
</table>
Indicative Impact on Benchmark Properties

Council uses Benchmark Properties in different geographic areas to illustrate the effect of its rating proposals.

The rating effect on individual properties varies because movements in general-type rates do not impact uniformly on Council’s geographic rating areas and movements in targeted separate rates (such as Sewerage and Water) affect only properties in those rating areas.

<table>
<thead>
<tr>
<th>Benchmark Properties</th>
<th>Land Value</th>
<th>Capital Value</th>
<th>18-19 Actual Rate Levy</th>
<th>19-20 Final Plan Rate Levy</th>
<th>19-20 Total $ Rate Mvt</th>
<th>19-20 Total % Rate Mvt</th>
</tr>
</thead>
<tbody>
<tr>
<td>01-Blenheim Residential</td>
<td>$200,000</td>
<td>$400,000</td>
<td>$2,607</td>
<td>$2,700</td>
<td>93</td>
<td>3.58%</td>
</tr>
<tr>
<td>02-Blenheim Commercial</td>
<td>$185,000</td>
<td>$390,000</td>
<td>$2,618</td>
<td>$2,708</td>
<td>90</td>
<td>3.42%</td>
</tr>
<tr>
<td>03-Blenheim Residential</td>
<td>$225,000</td>
<td>$500,000</td>
<td>$2,744</td>
<td>$2,844</td>
<td>100</td>
<td>3.66%</td>
</tr>
<tr>
<td>04-Blenheim Commercial</td>
<td>$225,000</td>
<td>$620,000</td>
<td>$2,932</td>
<td>$3,034</td>
<td>102</td>
<td>3.47%</td>
</tr>
<tr>
<td>05-Blenheim Residential</td>
<td>$195,000</td>
<td>$530,000</td>
<td>$2,723</td>
<td>$2,816</td>
<td>93</td>
<td>3.41%</td>
</tr>
<tr>
<td>06-Blenheim Vacant Section</td>
<td>$190,000</td>
<td>$190,000</td>
<td>$974</td>
<td>$1,028</td>
<td>54</td>
<td>5.49%</td>
</tr>
<tr>
<td>07-Blenheim Commercial</td>
<td>$134,000</td>
<td>$540,000</td>
<td>$3,424</td>
<td>$3,516</td>
<td>92</td>
<td>2.70%</td>
</tr>
<tr>
<td>08-Blenheim Commercial</td>
<td>$425,000</td>
<td>$1,130,000</td>
<td>$7,194</td>
<td>$7,389</td>
<td>195</td>
<td>2.71%</td>
</tr>
<tr>
<td>09-Picton Residential</td>
<td>$135,000</td>
<td>$440,000</td>
<td>$2,665</td>
<td>$2,756</td>
<td>91</td>
<td>3.39%</td>
</tr>
<tr>
<td>10-Picton Residential</td>
<td>$200,000</td>
<td>$415,000</td>
<td>$3,068</td>
<td>$3,180</td>
<td>112</td>
<td>3.66%</td>
</tr>
<tr>
<td>11-Picton Vacant Section</td>
<td>$129,000</td>
<td>$129,000</td>
<td>$2,075</td>
<td>$2,145</td>
<td>70</td>
<td>3.39%</td>
</tr>
<tr>
<td>12-Picton Commercial</td>
<td>$290,000</td>
<td>$420,000</td>
<td>$4,776</td>
<td>$4,818</td>
<td>42</td>
<td>0.86%</td>
</tr>
<tr>
<td>13-Picton Motels (19 units)</td>
<td>$485,000</td>
<td>$1,450,000</td>
<td>$7,027</td>
<td>$7,088</td>
<td>61</td>
<td>0.87%</td>
</tr>
<tr>
<td>14-Blenheim Vicinity</td>
<td>$1,540,000</td>
<td>$3,100,000</td>
<td>$7,294</td>
<td>$7,539</td>
<td>245</td>
<td>3.36%</td>
</tr>
<tr>
<td>15-Blenheim Vicinity</td>
<td>$1,000,000</td>
<td>$2,130,000</td>
<td>$4,887</td>
<td>$5,044</td>
<td>157</td>
<td>3.22%</td>
</tr>
<tr>
<td>16-Blenheim Vicinity</td>
<td>$7,530,000</td>
<td>$16,000,000</td>
<td>$28,518</td>
<td>$29,672</td>
<td>1,154</td>
<td>4.05%</td>
</tr>
<tr>
<td>17-Blenheim Vicinity</td>
<td>$2,050,000</td>
<td>$2,840,000</td>
<td>$8,565</td>
<td>$8,888</td>
<td>323</td>
<td>3.78%</td>
</tr>
<tr>
<td>18-Blenheim Vicinity</td>
<td>$7,440,000</td>
<td>$12,250,000</td>
<td>$28,189</td>
<td>$29,329</td>
<td>1,140</td>
<td>4.04%</td>
</tr>
<tr>
<td>19-Renwick Residential * 1</td>
<td>$175,000</td>
<td>$410,000</td>
<td>$2,425</td>
<td>$2,515</td>
<td>90</td>
<td>3.70%</td>
</tr>
<tr>
<td>20-Renwick Residential * 2</td>
<td>$170,000</td>
<td>$325,000</td>
<td>$2,460</td>
<td>$2,548</td>
<td>88</td>
<td>3.56%</td>
</tr>
<tr>
<td>21-Spring Creek Residential</td>
<td>$170,000</td>
<td>$385,000</td>
<td>$1,883</td>
<td>$1,934</td>
<td>51</td>
<td>2.72%</td>
</tr>
<tr>
<td>22-Grovetown Residential * 3</td>
<td>$225,000</td>
<td>$470,000</td>
<td>$3,115</td>
<td>$3,181</td>
<td>66</td>
<td>2.12%</td>
</tr>
<tr>
<td>23-Grovetown Residential * 3</td>
<td>$180,000</td>
<td>$280,000</td>
<td>$2,681</td>
<td>$2,734</td>
<td>53</td>
<td>1.99%</td>
</tr>
<tr>
<td>24-Rarangi Residential</td>
<td>$290,000</td>
<td>$1,020,000</td>
<td>$1,568</td>
<td>$1,614</td>
<td>46</td>
<td>2.94%</td>
</tr>
<tr>
<td>25-Picton Vicinity</td>
<td>$1,570,000</td>
<td>$1,905,000</td>
<td>$4,949</td>
<td>$5,160</td>
<td>211</td>
<td>4.26%</td>
</tr>
<tr>
<td>26-Ngakuta Bay - bach</td>
<td>$165,000</td>
<td>$480,000</td>
<td>$1,101</td>
<td>$1,130</td>
<td>29</td>
<td>2.67%</td>
</tr>
<tr>
<td>27-General Rural - French Pass</td>
<td>$1,820,000</td>
<td>$2,000,000</td>
<td>$5,590</td>
<td>$5,913</td>
<td>323</td>
<td>5.79%</td>
</tr>
<tr>
<td>28-General Rural - Manaroa</td>
<td>$4,070,000</td>
<td>$5,070,000</td>
<td>$13,126</td>
<td>$13,795</td>
<td>669</td>
<td>10.50%</td>
</tr>
<tr>
<td>29-General Rural - Opouri Valley</td>
<td>$2,930,000</td>
<td>$3,670,000</td>
<td>$8,510</td>
<td>$9,030</td>
<td>520</td>
<td>6.11%</td>
</tr>
<tr>
<td>30-General Rural - on Awatere Water</td>
<td>$1,750,000</td>
<td>$2,270,000</td>
<td>$5,820</td>
<td>$6,236</td>
<td>416</td>
<td>7.15%</td>
</tr>
<tr>
<td>31-Havelock Residential</td>
<td>$178,000</td>
<td>$435,000</td>
<td>$2,153</td>
<td>$2,251</td>
<td>98</td>
<td>4.53%</td>
</tr>
<tr>
<td>32-Seddon Residential</td>
<td>$99,000</td>
<td>$270,000</td>
<td>$3,150</td>
<td>$3,268</td>
<td>118</td>
<td>3.72%</td>
</tr>
<tr>
<td>33-Wairau Valley Township Residential</td>
<td>$150,000</td>
<td>$520,000</td>
<td>$2,295</td>
<td>$2,324</td>
<td>29</td>
<td>1.29%</td>
</tr>
<tr>
<td>34-Sounds Admin Rural - farm</td>
<td>$4,900,000</td>
<td>$5,720,000</td>
<td>$7,738</td>
<td>$8,089</td>
<td>351</td>
<td>4.55%</td>
</tr>
<tr>
<td>35-Sounds Admin Rural - bach</td>
<td>$165,000</td>
<td>$360,000</td>
<td>$664</td>
<td>$674</td>
<td>10</td>
<td>1.58%</td>
</tr>
<tr>
<td>36-Sounds Admin Rural - bach</td>
<td>$270,000</td>
<td>$510,000</td>
<td>$806</td>
<td>$824</td>
<td>18</td>
<td>2.23%</td>
</tr>
</tbody>
</table>

* GST has been calculated on the basis of 15% for the year.
*1 This property opted to make sewer lump sum payments.
*2 This property opted to make sewer loan repayments over a 20 year term, in lieu of lump sum payments.
*3 These properties pay the sewerage loan rate because they did not make a lump sum payment.