



**MARLBOROUGH DISTRICT  
COUNCIL  
2022-23**

**Final Annual Plan**

**RATE FUNDING  
ALLOCATIONS**

**Adopted 30 June 2022**

## MARLBOROUGH DISTRICT COUNCIL

### RATE FUNDING ALLOCATIONS – EXPLANATORY NOTES

The Rate Funding Allocation Model illustrates **General type Targeted Rates, General type Targeted 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 **Arts Grants: other**.

“Refer to the **2022-2023 Annual Plan**: Part 2 Our Business (pages 213– 102) describes the activity groups and activities in the Plan. There are 11 activity groups, which are split into 23 activities” as shown on page 14.

#### 2. General Rates

This column displays the **percentage of the total rates requirement for each activity that is funded by Geographic Area General type targeted rates that are assessed on a land value basis** 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 targeted charges (i.e. by a fixed amount on each separately used or inhabited part of a 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 7).

#### 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 11).

#### 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 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 1).*

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

- **Adjusted Weighted factors** – calculation from the relationship weightings and the area’s rateable land value (or if applicable, the area’s number of 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 charge amount to fund each particular activity.**
- **Resultant benefit allocation % TotRates** - Displays the **geographic rating area’s 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 page 5)*

If your property is Blenheim residential, **0.000421** cents of the Blenheim residential rate in the dollar will fund **your share of the 3% requirement being funded by General type “rates”**, and a charge amount of **\$74.63** will fund **your share of the 97% requirement being funded by General type “charge”**.

If your property is Picton residential, **0.000421** cents of the Picton residential rate in the dollar will fund **your share of the 3% requirement being funded by General type “rates”**, and a uniform charge amount of **\$46.27** will fund **your share of the 97% requirement being funded by General type “charge”**.

## 9. Activity Summary (page 12)

- i. Summarises General Type Rates and General Type Charges by Geographic Area:
  - Group Activity dollars and Resultant allocation.
  - Resultant cents per dollar/rate per capita.
  - Resultant benefit allocation (%TotRates).
- ii. Summarises Homestay/Farmstay and Utilities allocation. GST exclusive.
- iii. Summarises Homestay/Farmstay and Utilities allocation. GST inclusive.
- iv. Net rate without Homestay/Farmstay and Utilities.
- v. Resultant cents per \$/rate per capita, as detailed on page 329 of the 2021-31 Long Term Plan.
- vi. Resultant cents per \$/rate per capita for Homestay/Farmstay and Utilities.