

PALMERSTON NORTH CITY COUNCIL

Minutes of the Extraordinary Council Meeting Part I Public, held in the Council Chamber, First Floor, Civic Administration Building, 32 The Square, Palmerston North on 05 July 2024, commencing at 9.01am.

Members Present: Grant Smith (The Mayor) (in the Chair) and Councillors Debi Marshall-Lobb, Mark Arnott, Brent Barrett, Lew Findlay, Roly Fitzgerald, Patrick Handcock, Leonie Hapeta, Lorna Johnson, Billy Meehan, Karen Naylor, William Wood and Kaydee Zabelin.

Apologies: Councillor Vaughan Dennison

Councillor Orphee Mickalad entered the meeting at 9.04am during consideration of clause 126-24. He was not present for clause 125-24.

Karakia Timatanga

Councillor Debi Marshall – Lobb opened the meeting with karakia

125-24 Apologies

Moved Grant Smith, seconded Debi Marshall-Lobb.

RESOLVED

1. That Council receive the apologies.

Clause 125-24 above was carried 13 votes to 0, the voting being as follows:

For:

The Mayor (Grant Smith) and Councillors Debi Marshall-Lobb, Mark Arnott, Brent Barrett, Lew Findlay, Roly Fitzgerald, Patrick Handcock, Leonie Hapeta, Lorna Johnson, Billy Meehan, Karen Naylor, William Wood and Kaydee Zabelin.

126-24 Setting Rates for 2024/25

Memorandum, presented by Steve Paterson, Strategy Manager - Finance.

Councillor Orphée Mickalad entered the meeting at 9:04am

Officers corrected an error on page 6 of the attachment (page 17 of agenda)– the date in paragraph 3 should read 3 Jan 2025 rather than 3 Jan 2024.

Moved Grant Smith, seconded Debi Marshall-Lobb.

RESOLVED

1. That Council adopt the resolution to set the rates for the 2024/25 year (Attachment 1)(amended), noting this decision replaces clause 119-24 on 26 June 2024.
2. That Council note that the setting of rates is a significant decision within the parameters of the Local Government Act 2002 and that it is satisfied there has been compliance with the decision-making and consultation requirements of the Act.

Clause 126-24 above was carried 12 votes to 2, the voting being as follows:

For:

The Mayor (Grant Smith) and Councillors Debi Marshall-Lobb, Brent Barrett, Lew Findlay, Roly Fitzgerald, Patrick Handcock, Leonie Hapeta, Lorna Johnson, Billy Meehan, Orphée Mickalad, Karen Naylor and Kaydee Zabelin.

Against:

Councillors Mark Arnott and William Wood.

Karakia Whakamutunga

Councillor Debi Marshall- Lobb closed the meeting with karakia.

The meeting finished at 9.11am

Confirmed 7 August 2024

Mayor

Palmerston North City Council

Resolution to Set Rates for the 2024/2025 year

The Palmerston North City Council resolves to set rates for the financial year commencing on 1 July 2024 and ending on 30 June 2025 in accordance with the Rating Policies and Funding Impact Statement contained in its 2024-34 Long-term Plan for 2024/25 as follows:

1 Details of rates to be set

Notes

- All rates and charges shown are inclusive of Goods and Services Tax.
- References to the 'Act' relate to the Local Government (Rating) Act 2002.

1.1 UNIFORM ANNUAL GENERAL CHARGE

A Uniform Annual General Charge of \$200 on each rating unit pursuant to section 15 of the Act.

1.2 GENERAL RATE (BASED ON LAND VALUE)

A general rate pursuant to section 13 of the Act set on all rateable land on the basis of land value and assessed differentially (based on land use) against each property group code at the rate of cents in the dollar set down in the following schedule:

Differential Group		Differential Factor (expressed as % of Group Code MS)	Rate (cents in \$ of LV)
Code	Brief Description		
R1	Single unit residential	Balance (approx.79)	0.4122
R2	Two unit residential	110	0.5742
R3	Three unit residential	120	0.6264
R4	Four unit residential	130	0.6786
R5	Five unit residential	140	0.7308
R6	Six unit residential	150	0.7830
R7	Seven unit residential	160	0.8352
R8	Eight or more unit residential	170	0.8874
MS	Miscellaneous	100	0.5220
CI	Non-residential (Commercial/Industrial)	300	1.5660
FL	Rural & Semi-serviced (5 hectares or more)	25	0.1305

FS	Rural & Semi-serviced (0.2 hectares or less)	75	0.3915
FM	Rural & Semi-serviced (between 0.2 & 5 hectares)	55	0.2871

1.3 CAPITAL VALUE TARGETED RATE

A targeted rate to fund the costs of the goal one (innovative and growing city) activities including transport, economic development, housing and urban design, set under section 16 of the Act on all rateable land on the basis of the capital value, and assessed differentially (based on land use ¹) against each property group code at the rate of cents in the dollar set down in the following schedule:

Differential Group		Differential Factor (expressed as % of Group Code MS)	Rate (cents in \$ of CV)
Code	Brief Description		
R1	Single unit residential	Balance (approx. 78)	0.04625
R2	Two unit residential	120	0.07158
R3	Three unit residential	120	0.07158
R4	Four unit residential	120	0.07158
R5	Five unit residential	120	0.07158
R6	Six unit residential	120	0.07158
R7	Seven unit residential	120	0.07158
R8	Eight or more unit residential	120	0.07158
MS	Miscellaneous	100	0.05965
CI	Non-residential (Commercial/Industrial)	220	0.13123
FL	Rural/Semi-serviced (5 hectares or more)	35	0.02088
FS	Rural/Semi-serviced (0.2 hectares or less)	75	0.04474
FM	Rural/Semi-serviced (between 0.2 & 5 hectares)	55	0.03281

¹ Note – for the purposes of this targeted rate vacant serviced property where non-residential use is a permitted activity under the city’s District Plan will be categorised as non-residential, whereas it is categorised as miscellaneous for the purposes of the general rate.

1.4 WATER SUPPLY RATES

A targeted rate for water supply, set under section 16 of the Act, of:

- \$415 per separately used or inhabited part of a residential rating unit which is connected to a Council operated waterworks system. This charge is not made where water supply is invoiced on the basis of water consumed.
- \$415 per rating unit for all other rating units which are connected to a Council operated waterworks system. This charge is not made where water supply is invoiced on the basis of water consumed.
- \$207.50 per rating unit which is not connected to a Council operated waterworks system but which is serviceable (i.e. within 100 metres of such waterworks system) and the Council would allow a connection.

Instead of the above targeted rates for metered water supply, targeted rates set under sections 16 and 19 of the Act, of \$1.78538 per cubic metre of water supplied to any rating unit that is invoiced on the basis of water supplied plus a fixed amount of \$230 per metered connection for connections of 25mm or less and \$490 for connections greater than 25mm.

1.5 WASTEWATER DISPOSAL RATES

A targeted rate for wastewater disposal, set under section 16 of the Act, of:

- \$375 per separately used or inhabited part of a residential rating unit which is connected to a public wastewater drain.
- \$375 per rating unit for all other rating units which are connected to a public wastewater drain.
- \$375 per pan (i.e. water closet or urinal) for all pans in excess of three for non- residential rating units connected to a public wastewater drain.
- \$187.50 per separately used or inhabited part of a residential rating unit which is not connected to a public wastewater drain but which is serviceable (i.e. within 30 metres of such a drain) and the Council would allow the connection.
- \$187.50 per rating unit for all other rating units which are not connected to a public wastewater drain but which is serviceable (i.e. within 30 metres of such a drain) and the Council would allow the connection.

1.6 RUBBISH AND RECYCLING RATES

1.6.1 Kerbside Recycling

A targeted rate for kerbside recycling set under section 16 of the Act of:

- \$144 per separately used or inhabited part of a rating unit for residential properties receiving the Council's kerbside collection service.
- \$144 per rating unit for non-residential and rural/semi-serviced properties receiving the Council's kerbside collection service.

Where ratepayers elect, and the Council agrees, additional levels of service may be provided. These additional services could be by way of provision of more recycling bins or more frequent service. Each additional level of service will be charged a rate of \$144. This may include charges to non-rateable rating units where the service is provided.

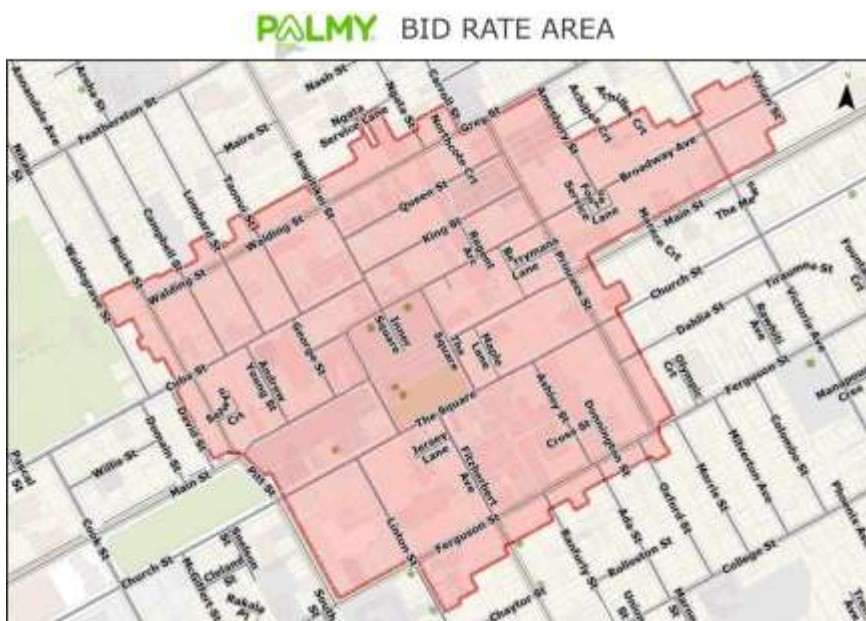
1.6.2 Rubbish and Public Recycling

A targeted rate for rubbish and public recycling set under section 16 of the Act of \$51 per separately used or inhabited part of each residential rating unit and \$51 per rating unit for all other rating units. Rating units which are vacant land will not be liable for these rates.

1.7 PALMY BID

Targeted rates set under section 16 of the Act on all properties within the central city Palmy BID area as shown on the following map that are categorised as non-residential for the Council's general rate calculated as follows:

- A fixed amount of \$345 per rating unit; and
- A variable amount of 0.0137 cents in the dollar of capital value of the rating unit.



2. Due Dates for Payment of Rates

Rates (other than metered water targeted rates) will be payable at the offices or agencies of the Council in four quarterly instalments on 1 August 2024, 1 November 2024, 1 February 2025 and 1 May 2025.

The due dates (i.e. final day for payment without incurring penalty shall be:

Instalment One	30 August 2024
Instalment Two	29 November 2024
Instalment Three	28 February 2025
Instalment Four	30 May 2025

3. Due Dates for Payment of Metered Water Targeted Rates

Properties which have water provided through a metered supply will be invoiced either monthly or two monthly at the discretion of the Council.

The due date for metered water targeted rates shall be the 20th of the month following invoice date as follows:

Monthly invoicing					
Instalment	Date meter read & invoice issued	Due date	Instalment	Date meter read & invoice issued	Due date
1	June 2024	20 July 2024	7	December 2024	20 January 2025
2	July 2024	20 August 2024	8	January 2025	20 February 2025
3	August 2024	20 September 2024	9	February 2025	20 March 2025
4	September 2024	20 October 2024	10	March 2025	20 April 2025
5	October 2024	20 November 2024	11	April 2025	20 May 2025
6	November 2024	20 December 2024	12	May 2025	20 June 2025

Two monthly invoicing					
Linton, East & North Rounds			Ashhurst, South West, PNCC & Central Rounds		
Instalment	Date meter read & invoice issued	Due date	Instalment	Date meter read & invoice issued	Due date
1	June 2024	20 July 2024	1	July 2024	20 August 2024
2	August 2024	20 September 2024	2	September 2024	20 October 2024
3	October 2024	20 November 2024	3	November 2024	20 December 2024
4	December 2024	20 January 2025	4	January 2025	20 February 2025
5	February 2025	20 March 2025	5	March 2025	20 April 2025
6	April 2025	20 May 2025	6	May 2025	20 June 2025

4. Penalties on Unpaid Rates (excluding metered water)

A penalty charge of 10% will be added on the following dates to any portion of an instalment remaining unpaid after the due dates:

Instalment One	4 September 2024
Instalment Two	4 December 2024
Instalment Three	5 March 2025
Instalment Four	4 June 2025

Any penalty charge imposed on the outstanding first instalment will be automatically remitted provided payment of the full year's rates is made by 29 November 2024.

A penalty charge of 10% will be added to any outstanding rates (including penalties) assessed in previous years and remaining outstanding at 5 July 2024 (penalty applied on 6 July 2024) and again on 3 January 2025 (penalty applied on 4 January 2025).

Penalties will not be applied to the metered water targeted rate.

5 July 2024