

## CHATHAM ISLANDS COUNCIL

Minutes of a Special Meeting of the Chatham Islands Council,  
held in the Council Chambers, Tuku Road, Waitangi,  
on Monday 22 June 2020, commencing at 3.30pm

- Present:** Her Worship the Mayor, M Croon  
Deputy Mayor, G Horler  
Councillors', RS Joyce, K L Day, J Seymour, G Hoare, C  
Gregory-Hunt and A Seymour
- Management & Officers:** Chief Executive, Mr Owen Pickles  
Operations Manager, Manaia Cunningham
- Apologies:** Cr O Nilsson

### 1. ADOPTION OF THE ANNUAL PLAN 2020/21

**RESOLVED:**

- 1) Receives and approves the 2020/21 Annual Plan *and*
  - 2) the Council's delegates authority to the Chief Executive to approve and action minor editorial corrections to the approved 2020/21 Annual Plan
- RS JOYCE / C GREGORY-HUNT / CARRIED

### 2. SETTING OF THE 2020/21 RATES

**RESOLVED:**

- 1) Delegates authority pursuant to the Local Government (Rating) Act 2002 to the Chief Executive to:
  - i. apply penalties (stated under resolution d) on unpaid rates in accordance with Sections 57 and 58, and
  - ii. approve applications for rates postponement and rates remissions in accordance with Council's policy, and
  - iii. carry out all other functions permissible under the Act that are not required to be a Council responsibility.
- 2) Resolves the setting of the rates for the 2020/21 financial year and sets the following rates (including GST), pursuant to the Local Government (Rating) Act 2002 and
  - i. states due dates for payment in accordance with Section 24, *and*
  - ii. applies penalties on unpaid rates in accordance with Sections 57 and 58, on rating units for the financial year commencing on 1 July 2020 and ending on 30 June 2021.

These rates are set in accordance with Chatham Islands Council's 2020/21 Annual Plan and the Funding Impact Statement which forms part of the 2020/21 Annual Plan as follows:

#### a. General rates

Council will set a general rate based on the capital value of each rating unit in the territory. The general rate will be set on a differential basis based on land use. The categories and apportionment are included in the table below.

This will result in the following rates based on the assessed per \$1 capital value of each rating unit:

Land Use	Differential	Rate (GST Inclusive)	Total collected
Infrastructure	5.0% of the General Rate	0.00306782	\$17,385
Industrial	14.5% of the General Rate	0.00615315	\$50,419
Commercial	11.0% of the General Rate	0.00395700	\$40,987
Rural & Residential	69.5% of the General Rate	0.00183791	\$248,573
<b>Total general rates collected</b>			<b>\$357,364</b>

#### b. Targeted rates

Targeted rates are applied to the properties which benefit from the service provided. Targeted rates cannot be applied to purposes other than for which they were raised.

Council uses the number of connections for funding the water supply activities, a per pan rate for funding sewerage activities, and a rating unit basis for funding waste management activities and the roading activities.

Council will set targeted rates based on a variety of rating bases as follows:

Activity for setting a targeted rate	Category for setting targeted rate	Calculation factor	Factor used		Revenue sought 2020/21 (including GST) \$
Water supply	The provision or availability of a public water supply service.	The number of connections for water supply activities – for both Kaingaroa and Waitangi connections.	\$785.69	Fixed amount per connection	\$81,712
Sewage disposal	The provision or availability of a sewage disposal service.	A per pan rate for sewage disposal activities.	\$816.69	Fixed amount per pan	\$75,953
Solid waste	The provision or availability of a waste management service.	A per rating unit charge for waste management activities.	\$189.22	Fixed amount per unit	\$63,955
Roading	The provision or availability of a roading service.	A per rating unit charge for roading activities.	\$147.38	Fixed amount per unit	\$65,287
Fish rate	The provision or availability of fish	A rating unit basis to the following rating	\$0.0057417	Fixed amount per	\$18,775

	waste disposal services for fishing businesses.	units 420, 508 and 635		tonne	
<b>Total targeted rates collected</b>					<b>\$305,682</b>

A Warm Homes targeted rate will be charged to properties in this scheme to ensure there is sufficient cash to repay the loan over the loan period. Actual repayments in 2020/21 have been agreed as part of each individual loan agreement.

The rating basis for each rate type has been defined and approved through the Revenue and Financing Policy adopted as part of Chatham Islands Council's Long-Term Plan 2018-28.

**c. Rates by instalments**

Council proposes to collect the rates in three instalments, issued on: 1 September 2020, 1 January 2021 and 1 May 2021.

**d. Penalties**

A penalty of 10% is added to each instalment or part thereof that is unpaid after the last date for payment. The penalty dates are 15 October 2020, 15 February 2021 and 15 June 2021. Previous year's rates that remain unpaid will have a further 10% penalty added on 6 July 2021.

These rates and penalties to be set on rating units in the region for the financial year which commences on 1 July 2020 and ends on the 30th day of June 2021.

This information is extracted from the Chatham Islands Council's Annual Plan 2020/21 and complies with their revenue and financing policy.

**J SEYMOUR / KL DAY / CARRIED**

3. Lottery Environment and heritage Fund Application

**RESOLVED:  
 THAT the information be received.  
 A SEYMOUR / G HOARE / CARRIED**

**MEETING CLOSURE**

There being no further business, the meeting was declared closed at 3.40pm.

**CONFIRMED THIS 9TH DAY OF JULY 2020**

**MAYOR**