



MINUTES OF A MEETING OF THE REGIONAL COUNCIL

Date: Wednesday 30 August 2017
Time: 10.15am
Venue: Council Chamber
Hawke's Bay Regional Council
159 Dalton Street
NAPIER

Present: R Graham - Chairman
P Bailey
R Barker
P Beaven
T Belford
A J Dick
D Hewitt
N Kirton
F Wilson

In Attendance: M Mohi – Chairman – Maori Committee
J Palmer – Chief Executive
E Lambert – Group Manager External Relations
J Ellerm – Group Manager Corporate Services
M Collings – Corporate Accountant
I Maxwell – Group Manager Resource Management
L Hooper – Governance Manager
T Kilkolly – Financial Accountant

1. Welcome/Prayer/Apologies/Notices

The Chairman welcomed everyone to the meeting and Mr Mike Mohi offered a karakia.

Cr Dick advised that there is a presentation scheduled at the 1 September Regional Transport Committee meeting on Issues and Options for the Manawatu Gorge for anyone interested.

The Chairman advised that the Late Item (16) will be considered as the first item of business on today's agenda.

2. Conflict of Interest Declarations

There were no conflict of interest declarations.

3. Confirmation of Minutes of the Regional Council Meeting held on 26 July 2017

RC105/17 Minutes of the Regional Council Meeting held on Wednesday, 26 July 2017, a copy having been circulated prior to the meeting, were taken as read and confirmed as a true and correct record.

**Wilson/Bailey
CARRIED**

Confirmation of Minutes of the Regional Council Meeting held on 22 August 2017

RC106/17 Minutes of the Regional Council Meeting held on Tuesday, 22 August 2017, a copy having been circulated prior to the meeting, were taken as read and confirmed as a true and correct record.

**Bailey/Beaven
CARRIED**

4. Follow-ups from Previous Regional Council Meetings

Mr James Palmer introduced the item, seeking guidance on a replacement appointment for Cr Alan Dick on the HPUDS Implementation Working Group.

Discussion and queries in relation to LGOIMA requests and the establishment of the HB Drinking Water Governance Joint Committee.

Resolutions

RC107/17 Councillor Paul Bailey nominated Councillor Peter Beaven as Councillor Dick's replacement on the HPUDS Implementation Working Group, seconded by Councillor Tom Belford.

There being no further nominations, Councillor Peter Beaven was appointed as HBRC's second representative on the Heretaunga Plains Urban Development Strategy Implementation Working Group.

**Bailey/Belford
CARRIED**

RC108/17

That the Council receives the report "Follow-up Items from Previous Meetings".

**Belford/Bailey
CARRIED**

5. Call for Items of Business Not on the Agenda

Recommendations

That Council accepts the following "Items of Business Not on the Agenda" for discussion as Item 15:

Item	Topic	Councillor / Staff
1.	Update on Tutira	Cr Bailey

2.	Waipukurau odour	Cr Belford
3.	Chinese Sister City delegation visit	Cr Hewitt

16. Ruataniwha Water Storage Scheme Financial Treatments

Mr James Palmer introduced the item, including advising implications for the finalisation of Council's 2016-17 Annual Report document and associated financials. Queries and discussions traversed:

- Tax implications of a partial write-down
- Make-up of the assets and intellectual property including resource consents for the RWSS held by HBRIC Ltd
- Breakdown of the \$14 million proposed to be written off, consisting of operational expenditure for development of the scheme
- Tagging or untagging of the \$66 million set aside for the RWSS subject to the conditions precedent and LTP consultation
- Valuation of HBRIC Ltd assets, ongoing solvency/liquidity of the company, dividends and debt liability
- HBRIC Ltd ongoing role and/or responsibilities in relation to monitoring conditions of the RWSS consents
- Any future investor will be required, by HBRC as regulator, to meet the consent conditions
- New, additional science will add to knowledge of the catchment, but the science provided through the Board of Inquiry processes remains relevant
- Determination of the potential investor as "fit and proper" to take on the responsibilities associated with the RWSS
- RMA test whether 'regulator' considers the consent holder is able to meet the consent conditions
- consent conditions specify the outcomes required not the means by which the consent holder must meet those requirements

Recommendations

That Council:

1. Receives and notes the "Ruataniwha Water Storage Scheme Financial Treatments" staff report.
2. Agrees that the decisions to be made are not significant under the criteria contained in Council's adopted Significance and Engagement Policy, and that Council can exercise its discretion and make decisions on this issue without conferring directly with the community and persons likely to be affected by or to have an interest in the decision.
3. In light of the recent land swap decision, resolves to invest no further capital in the Ruataniwha Water Storage Scheme.
4. Resolves to write off the full \$14m debt owed by HBRIC Ltd to the Council.
5. Notes that HBRIC Ltd intends to write down the value of its intangible assets associated with the RWSS (final quantum to be determined).
6. Authorises HBRIC Ltd to sell any assets or intellectual property developed to date in connection with the Ruataniwha Water Storage Scheme if approached by a qualified sponsor(s) seeking to independently progress water storage in Central Hawke's Bay.

Belford/Kirton

Councillor Barker moved an amendment to resolution 6, seconded by Councillor Wilson, being:

6. Authorises HBRIC Ltd to sell any assets or intellectual property developed to date in connection with the Ruataniwha Water Storage Scheme.

**Barker/Wilson
CARRIED**

The amendment was CARRIED and so became part of the Substantive Motion

RC109/17 **Resolutions**

That Council:

1. Receives and notes the "Ruataniwha Water Storage Scheme Financial Treatments" staff report.
2. Agrees that the decisions to be made are not significant under the criteria contained in Council's adopted Significance and Engagement Policy, and that Council can exercise its discretion and make decisions on this issue without conferring directly with the community and persons likely to be affected by or to have an interest in the decision.

**Belford/Kirton
CARRIED**

3. In light of the recent land swap decision, resolves to invest no further capital in the Ruataniwha Water Storage Scheme.

**Belford/Kirton
For: Barker, Bailey, Beaven, Wilson, Belford, Kirton, Graham
Against: Dick, Hewitt
CARRIED**

4. Resolves to write off the full \$14m debt owed by HBRIC Ltd to the Council.

**Belford/Kirton
CARRIED**

5. Notes that HBRIC Ltd intends to write down the value of its intangible assets associated with the RWSS (final quantum to be determined).

**Belford/Kirton
CARRIED**

6. Authorises HBRIC Ltd to sell any assets or intellectual property developed to date in connection with the Ruataniwha Water Storage Scheme.

**Barker/Wilson
CARRIED**

6. Financial Report for 12 Months Ended 30 June 2017 Including Adoption of the Draft 2016-17 Annual Report for Audit

The Chairman was excused and left the meeting at 11.35am – Councillor Barker assumed the Chair.

Mrs Jessica Ellerm introduced the item, and Mr Manton Collings was available to answer questions. Queries and discussion traversed:

- Valuations of leases and lessor values
- Operations Group profit is less the Capital projects funding required
- Introductory statements by Chair and Chief Executive, suggestions that reference to RWSS and HN water contamination event be included and separate the two commentaries
- Benchmarks set by legislation and not necessarily relevant to regional councils
- Summary pie charts for performance measures to be labelled with reference to

where the supporting information is found

The Chairman re-joined the meeting at 12.00pm

- Costs associated with Governance and advisory services

Resolutions

RC110/17

That Council:

1. Receives and notes the "*Financial Report for 12 months ended 30 June 2017 including Adoption of the Draft 2016-17 Annual Report for Audit*" staff report.
2. Confirms the Annual Report is required under Section 98 of the Local Government Act 2002, and requires that Council exercises its discretion and makes decisions on the related issues.
3. Adopts the Draft Annual Report for the period 1 July 2016 to 30 June 2017, subject to any adjustments required by Council, for the purposes of audit, with a view to Council adopting the final report at its meeting on 25 October 2017.
4. Resolves that \$88,000 profit on external work undertaken by Council's Operations Group during the year ended 30 June 2017 be transferred to Council's cash operating balances available to fund general funded operating expenditure.

**Kirton/Bailey
CARRIED**

The Chairman re-assumed the Chair.

7. Setting of the Rates for the 2017-18 Financial Year

Ms Trudy Kilkolly introduced the item, which was taken as read with the exception of clarification of the rationale for provision of a legal opinion on the rates resolution.

Resolutions

That Council:

1. Agrees that the decisions to be made on the setting and assessing of rates cover information in the Funding Impact Statement for the 2017-18 year which was included in the LTP 2015-25 and the Annual Plan 2017-18 as required by Section 95 of the Local Government Act 2002. These decisions if significant require special consultative procedures under Section 83 of the Act, such special consultative procedure having been previously carried out on the 2017-18 year which was included in the LTP 2015-25 and the Annual Plan 2017-18.
2. Resolves the setting of rates for the 2017-18 financial year and sets the following rates under the Local Government (Rating) Act 2002, on rating units in the region for the financial year commencing on 1 July 2017 and ending on 30 June 2018. These rates are set in accordance with the relevant provisions of the Long Term Plan 2015-25 and Funding Impact Statement for the financial year included in the Annual Plan 2017-18.
 - 2.1. A **general rate** is set under sections 13, 14 and 131 of the Local Government (Rating) Act 2002 on land value as set out following.
 - 2.2. A **uniform annual general charge** is set per separately used or inhabited part of a rating unit under section 15(1)(b) of the Local Government Rating Act 2002 as set out following.
 - 2.3. The following **differential targeted rates** are set under sections 16, 17 and 18 of the Local Government (Rating) Act 2002 as set out following, including:

- 2.3.1. Subsidised Public Transport
- 2.3.2. Heretaunga Plains Flood Control Scheme
- 2.3.3. Upper Tukituki Catchment Control Scheme
- 2.3.4. Central & Southern Area Rivers & Streams
- 2.3.5. Wairoa River and Streams Scheme
- 2.3.6. Various Stream and Drainage Schemes
- 2.3.7. Healthy Homes – Clean Heat Financial Assistance
- 2.3.8. Clean Heat and Insulation Loans
- 2.3.9. Economic Development.
- 2.4. The following ***uniform targeted rates*** are set under sections 16 and 17 of the Local Government (Rating) Act 2002 as set out following, including:
 - 2.4.1. Plant Pest Strategy
 - 2.4.2. Regional Animal Pest Management Strategy
 - 2.4.3. Sustainable Land Management
 - 2.4.4. Pest Control - Forestry
 - 2.4.5. Emergency Management
- 3. Agrees that the due date for payment of rates as set by the Hawke's Bay Regional Council for the financial year commencing 1 July 2017 and ending on 30 June 2018 be 1 October 2017.
- 4. Resolves that, under sections 57 and 58(1)(a) of the Local Government (Rating) Act 2002, a 10% penalty be applied to unpaid current rates as at 1 February 2018 and shall be calculated by multiplying the outstanding rates by 10% and then adding that penalty sum to the amount outstanding.
- 5. Agrees that the rates set for the financial year commencing on 1 July 2017 and ending on 30 June 2018, as set out following, are inclusive of GST.

**Barker/Bailey
CARRIED**

Funding Impact Statement

Introduction

This Funding Impact Statement sets out the impact that the Hawke's Bay Regional Council's (HBRC) Revenue and Financing Policy has on ratepayers.

The Revenue and Financing Policy clearly identifies beneficiaries of HBRC activities paying for the cost of those activities by target rates or direct charges, whichever is the most efficient administratively.

Public benefit is funded through a combination of investment income and general rates. Private benefit is funded through targeted rates and/or direct charges.

At various points of the Funding Impact Statement, a level of rates or charges is specified.

All the rates and levels of rates included in this statement are GST inclusive.

Due dates for payment of rates

The rates are due and payable on or after 1 October 2017. Pursuant to Section 57 of the Local Government (Rating) Act 2002, a penalty charge of 10% will be imposed on the current rates remaining unpaid as at 1 February 2018.

Definition of 'Separately used or inhabited part of a rating unit'

When a fixed amount is set for each property, whether it be a Uniform Annual General Charge (UAGC) for general funding rates or a Uniform Targeted Rate (UTR) for Targeted Rates, then a fixed amount is charged for each separately used or inhabited part of a rating unit, this includes any portion inhabited or used by [the owner/a person other than the owner], and who has the right to use or inhabit that portion by virtue of a tenancy, lease, licence, or other agreement.

This definition 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. For the purpose of this definition, 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'.

For the avoidance of doubt, a rating unit that has a single use or occupation is treated as having one separately used or inhabited part. Therefore, units in a rest home, retail shops in a shopping complex, and additional farm houses are charged with separate UAGCs or UTR's.

Where two or more rating units are contiguously joined, owned by the same ratepayer and used for the same purpose, or a farm property with separately titled paddocks, then only one UAGC or UTR will be payable. The only exception is for the UTR covering the economic development rate which is set on each rateable property. HBRC's intention is that this mix of rating bases better reflects the benefits delivered to the general community while addressing some of the rate level volatility experienced by those ratepayers in the community whose land values have increased by more than the average.

HBRC directly collects rates for all rating units contained within its boundaries and where specific rates are set across District/City boundaries on a value basis, then the rates are set on Estimate of Projected Valuation (equalisation) which recognises annual movement of values across the region for each territorial authority.

Section 21 of the Local Government (Rating) Act 2002 (LGRA) requires that Uniform Annual General Charges and targeted rates set on a uniform basis are not to exceed 30% of the total revenue from all rates sought by Hawke's Bay Regional Council for the budgeted year. The rates making up this category amount to 28.08% of Council's total rates in 2017-18 and are therefore within the limits prescribed by the Act. All years of the 10 Year Plan are within the prescribed limit set down by the Act.

Inspection and objection to HBRC's Rating Information Database

The Rating Information Database (RID) is available for inspection at HBRC offices at 159 Dalton Street Napier and on Council's website www.hbrc.govt.nz. Ratepayers have the right to inspect the RID records and can object to their rating liability on the grounds set out in the Local Government (Rating) Act 2002.

Explanation of Rating Method			
Types of Rates	Groups of Activities Funded		
General Rates	-Regulation -Regional Resources – Environmental Kick Start projects -Governance & Community Engagement	All Rateable Rating Units within the Region	Land Value using Section 131 of the LGRA
Uniform Annual General Charges	-Regulation -Regional Resources – Environmental Kick Start projects -Governance & Community Engagement	All Rateable Rating Units within the Region	Fixed Amount (Refer Note 1) Section 15 (1)
Targeted Rates		Types of Land to be Rated (Local Government (Rating) Act, Schedule 2)	Basis of Rating (Local Govt (Rating) Act, Schedule 3)
Subsidised Public Transport	Public Transport System and Total Mobility programme for disabled person.	Those Rating Units within the urban areas of Napier, Hastings & Havelock North including Clive Township but excluding Bay View.	Land Value
Heretaunga Plains Control Scheme - Rivers	Catchment Works -Direct Benefit F1 -Indirect Benefit F2	-Rating Units receiving direct benefit within Napier City and Hastings District from flood control measures. -All Rating Units within Napier City and Hastings District	Equalised Capital Value
Heretaunga Plains Flood Control Scheme – Drains	Catchment Works -Direct Benefit	-Rating units receiving direct benefit within one of 9 individual drainage catchment areas. -For all rating units within the 9 drainage catchment areas a differential of 4 times for properties with an industrial land use. -Raupare enhancement agreement and Karamu enhancement	Land Value/Area/Fixed
Upper Tukituki Catchment Control	Catchment Works	All rating units within the Central Hawke's Bay District and all rating units on the southern boundary of Hastings District Council on a differential basis based on the provision of service provided.	Differential Land Value
Central & Southern Rivers & Streams	Catchment Works	All Rating Units in the region excluding Wairoa District.	Equalised Capital Value
Wairoa River & Stream	Catchment Works	All Rating Units in the Wairoa District.	Capital Value
Various Stream & Drainage Schemes	Catchment Works	Location and use of properties with a services of stream and drainage works are provided	Differential Land Value Area of land within a rating unit. Fixed amount per rating unit

Explanation of Rating Method			
Types of Rates	Groups of Activities Funded		
Targeted Rates		Types of Land to be Rated (Local Government (Rating) Act, Schedule 2)	Basis of Rating (Local Govt (Rating) Act, Schedule 3)
Animal and Plant Pest Control	Biosecurity Regional Animal Pest Management Strategy	All rateable rural land containing 4.0468 hectares in the region excluding Rating Units greater than 200 hectares where more than 90% of the land is covered in indigenous vegetation which will be zero rated. A differential rate will be applied to those Rating Units that have between 40 and 400 hectares where more than 75% of the land is covered in production forestry, also any production forestry Rating Units over 400 hectares.	Area
Sustainable Land Management	Land Management and Monitoring	All rateable rural land containing 4.0468 hectares in the region other than property titles subject to QE11 Open space Covenants which are zero rated.	Area
Plant Pest Strategy	Regional Plant Pest Management Strategy	All rateable rural land containing 4.0468 hectares in the region excluding Rating Units greater than 200 hectares where more than 90% of the land is covered in indigenous vegetation which will be zero rated.	Area
Healthy Homes – Clean Heat Financial Assistance	Management of the scheme to encourage the replacement of open fire or wood burners with more efficient form of heating and where necessary the installation of insulation.	All Rating Units in Napier and Hastings within the affected airshed and insulation for the region.	Land Value
Clean Heat & Insulation Loans	Repayment of loans to ratepayers to insulate homes and replace open fires or non-compliant wood-burners.	Those ratepayers who have opted for a loan to be repaid over 10 years with interest as a fixed amount through a Targeted Differential rate.	Extent of provision of any service to the rating unit

Explanation of Rating Method			
Types of Rates	Groups of Activities Funded		
Targeted Rates		Types of Land to be Rated (Local Government (Rating) Act, Schedule 2)	Basis of Rating (Local Govt (Rating) Act, Schedule 3)
Economic Development Rate	To fund economic and tourism development in the Hawke's Bay Region	Commercial/Industrial Rating Units based on the Capital Value. Residential and rural Rating Units based on a Differential.	Differential Capital Value Differential Fixed Rate by location (Refer to Note 2)
Emergency Management	Funding of the Hawke's Bay Civil Defence Emergency Management (CDEM) Group Office to manage the provision of effective CDEM consistent with the CDEM Act 2002	All Rating Units in the region with the exception of Rangitikei and Taupo districts	Fixed Amount (Refer to Note 1)

Note 1: A Uniform Annual General Charge (UAGC) or Uniform Targeted Rate (UTR) is set on each separately used or inhabited part of a rating unit, this includes any portion inhabited or used by [the owner/a person other than the owner], and who has the right to use or inhabit that portion by virtue of a tenancy, lease, licence or other agreement. This definition 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.

Note 2: A Uniform Targeted Rate (UTR) on each rateable property.

Details of Rates Calculated within each District and City

General and Uniform Annual General Rates

Groups of Activities / Rate Type	Districts	Rates set on	Differentials	Calculation Factor	Estimated Rates Revenue 2017-18	Estimated Amount of \$100,000 applicable LV or CV, fixed amount or specified area basis per property	2016-17 Rate
General Rate							
	Napier City	Land Value		0.01186	\$546,605	\$11.86	\$402,979
	Hastings District	Land Value		0.01090	\$1,013,863	\$10.90	\$702,052
	Wairoa District	Land Value		0.01211	\$127,436	\$12.11	\$91,408
	Central H B District	Land Value		0.01115	\$292,752	\$11.15	\$228,826
	Taupo District	Land Value		0.00861	\$6,528	\$8.61	\$6,678
	Rangitikei District	Land Value		0.01859	\$4,931	\$18.59	\$3,731
	Estimate of Projected Valuation			0.01080	\$1,992,115		\$1,435,674
Uniform Annual General Rate							
	Napier City	Fixed Amount	26,801	41.74	\$1,118,674	\$41.74	\$848,448
	Hastings District	Fixed Amount	32,464	41.74	\$1,355,047	\$41.74	\$1,025,177
	Wairoa District	Fixed Amount	5,114	41.74	\$213,458	\$41.74	\$161,136
	Central H B District	Fixed Amount	6,329	41.74	\$264,172	\$41.74	\$202,725
	Taupo District	Fixed Amount	31	41.74	\$1,294	\$41.74	\$764
	Rangitikei District	Fixed Amount	6	41.74	\$250	\$41.74	\$191
	TOTAL		70,745		\$2,952,895		\$2,238,441

Details of Targeted Rates Calculated within each District and City							
Groups of Activities / Rate Type	Districts	Rates set on	Differentials	Calculation Factor	Estimated Rates Revenue 2017-18	Estimated Amount of \$100,000 applicable LV or CV, fixed amount or specified area basis per property	2016-17 Rate
SUBSIDISED PUBLIC TRANSPORT							
	Napier City	Land Value		0.02499	\$1,012,282	\$24.99	\$1,027,829
	Hastings District	Land Value		0.02296	\$832,606	\$22.96	\$817,059
	Estimate of Projected Valuation			0.02275	\$1,844,888		\$1,844,888
RIVER CONTROL			Benefit				
Heretaunga Plains Flood Control Scheme – Appendix 1							
	Napier City	Capital Value	Direct	0.01234	\$827,779	\$12.34	\$780,582
	Napier City	Capital Value	Indirect	0.00299	\$301,318	\$2.99	\$284,256
	Hastings District	Capital Value	Direct	0.01016	\$923,540	\$10.16	\$936,970
	Hastings District	Capital Value	Indirect	0.00246	\$449,247	\$2.46	\$451,838
	Estimate of Project Valuation		Direct	0.00992			
	Estimate of Project Valuation		Indirect	0.00239			
	TOTAL				\$2,501,884		\$2,453,646
Upper Tukituki Catchment Control Scheme – Appendix 1							
	Central H B District	Land Value	F1 100	0.63668	\$149,456	\$636.68	\$139,064
	Central H B District	Land Value	F2 75	0.47751	\$214,178	\$477.51	\$209,914
	Central H B District	Land Value	F3 50	0.31834	\$101,615	\$318.34	\$96,220
	Central H B District	Land Value	F4 25	0.15917	\$134,659	\$159.17	\$131,493
	Central H B District	Land Value	F5 10	0.06368	\$79,234	\$63.68	\$78,826
	Central H B District	Land Value	F6 1	0.00637	\$97,298	\$6.37	\$97,573
	Central H B District	Land Value	U1 25	0.15917	\$36,056	\$159.17	\$37,332
	Central H B District	Land Value	U2 15	0.09551	\$5,316	\$95.51	\$5,414
	Central H B District	Land Value	U3 10	0.06367	\$13,374	\$63.67	\$13,404
	Central H B District	Land Value	U4 1	0.00637	\$7,375	\$6.37	\$7,488
	Hastings District	Land Value	F5 10	0.06162	\$1,528	\$61.62	\$1,461
	Hastings District	Land Value	F6 1	0.00617	\$3,299	\$6.17	\$2,942
	TOTAL				\$843,388		\$821,131

Details of Targeted Rates Calculated within each District and City							
Groups of Activities / Rate Type	Districts	Rates set on	Differentials	Calculation Factor	Estimated Rates Revenue 2017-18	Estimated Amount of \$100,000 applicable LV or CV, fixed amount or specified area basis per property	2016-17 Rate
RIVER CONTROL			Benefit				
Wairoa River & Streams Scheme							
	Wairoa District	Capital Value		0.01082	\$185,679	\$10.82	\$182,038
Central & Southern Area Rivers & Streams							
	Napier City	Capital Value		0.00094	\$94,021	\$0.94	\$87,563
	Hastings District	Capital Value		0.00077	\$139,948	\$0.77	\$139,108
	Central HB District	Capital Value		0.00082	\$33,525	\$0.82	\$35,584
	Taupo District	Capital Value		0.00065	\$629	\$0.65	\$823
	Rangitikei District	Capital Value		0.00115	\$389	\$1.15	\$426
	Estimate of Projected Valuation			0.000745	\$268,512		\$263,504
STREAMS AND DRAINS – Appendix 1							
- Napier, Meeanee & Puketapu (D1:DI1)	Napier City	Land Value	Urban	0.03039	\$829,069	\$30.39	\$801,352
	Napier City	Land Value	Industrial	0.12137	\$196,802	\$121.37	\$191,173
	Hastings District	Land Value	Rural	0.02792	\$15,913	\$27.92	\$15,003
	TOTAL				\$1,041,784		\$1,007,528
-Karamu & Tributaries (D2:DI2)	Hastings District	Land Value	Urban	0.03587	\$978,993	\$35.87	\$928,303
	Hastings District	Land Value	Industrial	0.14347	\$319,204	\$143.47	\$334,377
	TOTAL				\$1,298,197		\$1,262,680

Details of Targeted Rates Calculated within each District and City							
Groups of Activities / Rate Type	Districts	Rates set on	Differentials	Calculation Factor	Estimated Rates Revenue 2017-18	Estimated Amount of \$100,000 applicable LV or CV, fixed amount or specified area basis per property	2016-17 Rate
STREAMS AND DRAINS – Appendix 1							
– Raupare Enhancement (D43)	Hastings District	Area	1100 hectares	12.65	\$13,877	\$12.65	\$13,877
– Raupare Twyford (D3)	Hastings District	Land Value	Rural	0.04943	\$159,161	\$49.43	\$156,193
– Haumoana/Te Awanga (D4)	Hastings District	Land Value	Rural	0.10710	\$151,042	\$107.10	\$148,226
– Tutaekuri, Waimate & Moteo (D5)	Hastings District	Land Value	Rural	0.15115	\$245,826	\$151.15	\$236,144
– Pakowhai Brookfields (D6)	Hastings District	Land Value	Rural	0.15899	\$144,656	\$158.99	\$144,656
– Puningā (D9)	Hastings District	Land Value	Rural	0.18798	\$79,336	\$187.98	\$79,336
– Brookfields Awatoto (D7:D17)	Napier City	Land Value	Urban	0.19988	\$100,973	\$199.88	\$99,090
	Napier City	Land Value	Industrial	0.79954	\$55,848	\$799.54	\$54,806
TOTAL					\$950,719		\$932,328
– Muddy Creek (D8:D18)	Hastings District	Land Value	Urban	0.09140	\$219,168	\$91.40	\$212,007
	Hastings District	Land Value	Industrial	0.36559	\$36,175	\$365.59	\$38,575
	TOTAL				\$255,343		\$250,582
– Karamu Drainage Maintenance	Hastings District	Fixed Amount	5,824	11.68	\$68,026	\$11.68	\$64,787
– Karamu Enhancement	Hastings District	Fixed Amount	5,824	10.92	\$63,594	\$10.92	\$60,566
– Poukawa Drainage Special Rating Scheme	Hastings District	Land Value	PO1	0.44947	\$35,673	\$449.47	\$34,582
	Hastings District	Land Value	PO2	0.07490	\$1,702	\$74.90	\$1,671
	Hastings District	Land Value	PO3	0.01499	\$725	\$14.99	\$736
	TOTAL				\$38,100		\$36,990
– Porangahau Flood Control	Central HB District	Land Value		0.01265	\$41,602	\$12.65	\$41,602
– Maraetotara Flood Maintenance	Hastings District	Capital Value		0.00923	\$12,524	\$9.23	\$12,277
– Kairakau Community Scheme	Central HB District	Uniform Charge	81 Rating Units	126.90	\$10,279	\$126.90	\$10,087

Details of Targeted Rates Calculated within each District and City							
Groups of Activities / Rate Type	Districts	Rates set on	Differentials	Calculation Factor	Estimated Rates Revenue 2017-18	Estimated Amount per hectare	2016-17 Rate
DRAINAGE SCHEMES – Appendix 1							
Paeroa Drainage Scheme Special Rating Area							
	Wairoa District	Area Basis	P1	7015.6033	\$13,519	\$70.15	\$15,348
	Wairoa District	Area Basis	P2	4560.14318	\$5,667	\$45.60	\$4,558
	Wairoa District	Area Basis	P3	3157.021	\$1,744	\$31.57	\$999
	Wairoa District	Area Basis	P4	2455.4562	\$1,227	\$24.55	\$986
	Wairoa District	Area Basis	P5	350.7778	\$746	\$3.50	\$585
	TOTAL				\$22,903		\$22,476
Ohuia Whakaki Drainage Rating Scheme							
	Wairoa District	Area Basis	A	14160.06	\$41,949	\$141.60	\$40,413
	Wairoa District	Area Basis	B	11328.05	\$9,788	\$113.28	\$9,429
	Wairoa District	Area Basis	C	8496.04	\$5,977	\$84.96	\$5,759
	Wairoa District	Area Basis	D	4248.02	\$15,017	\$42.48	\$14,467
	Wairoa District	Area Basis	E	1416.00	\$3,284	\$14.16	\$3,163
	TOTAL				\$76,015		\$73,232
Upper Makara Stream Catchment Special Rating Scheme							
	Central HB District	Area Basis	A	15339.58	\$8,315	\$153.39	\$8,321
	Central HB District	Area Basis	B	12271.66	\$23,295	\$122.71	\$23,150
	Central HB District	Area Basis	C	9970.73	\$35,315	\$99.70	\$35,339
	Central HB District	Area Basis	D	5368.85	\$7,083	\$53.68	\$7,086
	Central HB District	Area Basis	E	766.97	\$17,698	\$7.66	\$16,202
	Central HB District	Area Basis	F	306.79	\$13,949	\$3.06	\$13,587
					\$105,655		\$103,685

Details of Targeted Rates Calculated within each District and City							
Groups of Activities / Rate Type	Districts	Rates set on	Differentials	Calculation Factor	Estimated Rates Revenue 2017-18	Estimated Amount of \$100,000 applicable LV or CV, fixed amount or specified area basis per property	2016-17 Rate
DRAINAGE SCHEMES – Appendix 1							
Esk River & Whirinaki Stream Maintenance Scheme						Per hectare	
	Hastings District	Area Basis	E1	1828.89863	\$4,226	\$18.28	\$4,143
	Hastings District	Area Basis	E2	1184.50714	\$1,749	\$11.84	\$1,715
	Hastings District	Area Basis	R11	1887.37047	\$583	\$18.87	\$571
	Hastings District	Area Basis	R12	7825.46127	\$364	\$78.25	\$357
	Hastings District	Area Basis	R13	25300.6945	\$364	\$253.00	\$357
	TOTAL				\$7,286		\$7,144
	Hastings District	Area Basis	W1	19729.11	\$6,093	\$197.29	\$5,875
	Hastings District	Area Basis	W2	11066.01	\$515	\$110.66	\$515
	Hastings District	Area Basis	W3	35777.78	\$515	\$357.77	\$515
	Hastings District	Area Basis	W4	23112.58	\$3,513	\$231.12	\$3,334
	Hastings District	Area Basis	W5	369.2249	\$147	\$3.69	\$147
	Hastings District	Area Basis	W6	4460.606	\$147	\$44.61	\$147
	Hastings District	Area Basis	W7	1582.795	\$147	\$15.82	\$147
	TOTAL				\$11,077		\$10,681
Opoho Drainage/Stream						Fixed Amount	
	Wairoa District	Fixed Amount	A	14752	\$14,752	\$14,752	\$14,477
	Wairoa District	Fixed Amount	B	5501	\$5,501	\$5,501	\$5,399
	Wairoa District	Fixed Amount	C	2200	\$2,200	\$2,200	\$2,159
	TOTAL				\$22,453		\$22,035

Details of Targeted Rates Calculated within each District and City							
Groups of Activities / Rate Type	Districts	Rates set on	Differentials	Calculation Factor	Estimated Rates Revenue 2017-18	Estimated Amount per hectare	2016-17 Rate
DRAINAGE SCHEMES – Appendix 1							
Te Ngarue Stream Flood Protection Scheme							
	Hastings District	Area Basis	TN	3110.951	\$2,958	\$31.10	\$2,902
	Hastings District	Area Basis	TN1	19252.66	\$162	\$192.52	\$159
	TOTAL				\$3,120		\$3,061
Kopuawhara Stream Flood Control Maintenance Scheme							
	Wairoa District	Area Basis	K1	16354.69	\$1,998	\$163.54	\$1,960
	Wairoa District	Area Basis	K2	6541.87	\$4,053	\$65.41	\$3,977
	Wairoa District	Area Basis	K3	3270.94	\$2,370	\$32.70	\$2,326
	Wairoa District	Area Basis	K4	817.73	\$822	\$8.17	\$807
	TOTAL				\$9,243		\$9,070

Details of Targeted Rates Calculated within each District and City							
Groups of Activities / Rate Type	Districts	Rates set on	Differentials	Calculation Factor	Estimated Rates Revenue 2017-18	Estimated Amount 4.0468 hectare (10acre) property	2016-17 Rate
BIOSECURITY							
Plant Pest Strategy							
	Napier City	Area Basis	4,330	48.9109	\$2,118	\$1.98	\$2,075
	Hastings District	Area Basis	361,980	48.9109	\$177,048	\$1.98	\$173,385
	Wairoa District	Area Basis	263,866	48.9109	\$129,059	\$1.98	\$125,833
	Central HB District	Area Basis	300,685	48.9109	\$147,068	\$1.98	\$145,490
	Taupo District	Area Basis	22,196	48.9109	\$10,856	\$1.98	\$10,490
	Rangitikei District	Area Basis	24,013	48.9109	\$11,745	\$1.98	\$11,711
	TOTAL		977,070		\$477,894		\$468,984
Regional Animal Pest Management Strategy							
	Napier City	Area Basis	4,330	168.11	\$7,279	\$6.80	\$7,169
	Hastings District	Area Basis	298,036	168.11	\$501,037	\$6.80	\$487,751
	Wairoa District	Area Basis	208,123	168.11	\$349,882	\$6.80	\$343,346
	Central HB District	Area Basis	293,420	168.11	\$493,277	\$6.80	\$491,807
	Taupo District	Area Basis	8,293	168.11	\$13,942	\$6.80	\$13,343
	Rangitikei District	Area Basis	24,013	168.11	\$40,369	\$6.80	\$40,462
	TOTAL		836,215		\$1,405,786		\$1,383,877
Sustainable Land Management							
	Napier City	Area Basis	4,278	83.03921	\$3,552	\$3.36	\$3,112
	Hastings District	Area Basis	388,979	83.03921	\$323,005	\$3.36	\$293,545
	Wairoa District	Area Basis	276,795	83.03921	\$229,848	\$3.36	\$201,475
	Central HB District	Area Basis	301,247	83.03921	\$250,153	\$3.36	\$220,317
	Taupo District	Area Basis	34,189	83.03921	\$28,390	\$3.36	\$25,362
	Rangitikei District	Area Basis	22,253	83.03921	\$18,479	\$3.36	\$16,097
			1,027,741		\$853,427		\$759,907

Details of Targeted Rates Calculated within each District and City							
Groups of Activities / Rate Type	Districts	Rates set on	Differentials	Calculation Factor	Estimated Rates Revenue 2017-18	Estimated Amount 4.0468 hectare (10acre) property	2016-17 Rate
BIOSECURITY							
Pest Control - Forestry							
	Napier City	Area Basis	n/a	n/a	n/a	n/a	n/a
	Hastings District	Area Basis	63,922	56.2539	\$35,959	\$2.28	\$35,845
	Wairoa District	Area Basis	55,740	56.2539	\$31,356	\$2.28	\$30,440
	Central HB District	Area Basis	7,314	56.2539	\$4,114	\$2.28	\$3,956
	Taupo District	Area Basis	13,903	56.2539	\$7,821	\$2.28	\$7,531
	Rangitikei District	Area Basis	n/a	n/a	n/a	n/a	
	TOTAL		140,879		\$79,250		\$77,772
Details of Targeted Rates Calculated within each District and City							
Groups of Activities / Rate Type	Districts	Rates set on	Differentials	Calculation Factor	Estimated Rates Revenue 2017-18	Estimated Amount of \$100,000 land value per property	2016-17 Rate
CLEAN HEAT & SOLAR HOT WATER SCHEME							
- Healthy Homes (Clean Heat Financial Assistance)	Napier City	Land Value		0.00810	\$344,228	\$8.10	\$351,706
	Hastings District	Land Value		0.00745	\$326,410	\$7.45	\$318,932
	Estimate of Projected Valuations			0.00737	\$670,638		\$670,638
- Rates to repay loans to homeowners for clean heat, insulation and Solar Hot Water Scheme		\$10 per \$100 loan		\$10		\$10.00 per \$100 loan	

Details of Targeted Rates Calculated within each District and City							
Groups of Activities / Rate Type	Districts	Rates set on	Differentials	Calculation Factor	Estimated Rates Revenue 2017-18	Estimated Amount of \$100,000 applicable LV or CV, fixed amount or specified area basis per property	2016-17 Rate
ECONOMIC DEVELOPMENT							
	Napier City	Fixed Amount	24054	29.06115	\$699,037	\$29.06	\$603,707
	Hastings District	Fixed Amount	29900	29.06115	\$868,928	\$29.06	\$750,415
	Wairoa District	Fixed Amount	4864	23.84440	\$115,979	\$23.84	\$100,271
	Central HB District	Fixed Amount	6004	29.06115	\$174,483	\$29.06	\$152,342
	Taupo District	Fixed Amount	24	29.06115	\$697	\$29.06	\$580
	Rangitikei District	Fixed Amount	5	29.06115	\$145	\$29.06	\$151
	TOTAL		64851		\$1,859,269		\$1,607,466
	Napier City	Capital Value	Commercial/ Industrial	0.02271	\$369,346	\$22.71	\$297,240
	Hastings District	Capital Value		0.01868	\$385,566	\$18.68	\$354,184
	Wairoa District	Capital Value		0.03215	\$16,826	\$32.15	\$14,548
	Central HB District	Capital Value		0.01977	\$25,092	\$19.77	\$22,942
	TOTAL				\$796,830		\$688,914
EMERGENCY MANAGEMENT							
	Napier City	Fixed Amount	26801	17.2916	\$463,432	\$17.29	\$450,458
	Hastings District	Fixed Amount	32464	17.2916	\$561,354	\$17.29	\$544,287
	Wairoa District	Fixed Amount	5114	17.2916	\$88,429	\$17.29	\$85,551
	Central HB District	Fixed Amount	6327	17.2916	\$109,404	\$17.29	\$107,631
	TOTAL		70706		\$1,222,619		\$1,187,927

River Control and Drainage			Explanation of Rates	
Heretaunga Plains Flood Control Scheme - Rivers				
	Napier City	Capital Value	Direct	Properties receive direct benefit from reduced risk of flooding and rivers changing their course.
	Napier City	Capital Value	Indirect	Properties receive indirect benefit as a result of their proximity to area of increased economic activity, increased social/recreational/cultural infrastructure, and increased opportunity for employment, service industry and investment.
	Hastings District	Capital Value	Direct	Properties receive direct benefit from reduced risk of flooding and rivers changing their course.
	Hastings District	Capital Value	Indirect	Properties receive indirect benefit as a result of their proximity to area of increased economic activity, increased social/recreational/cultural infrastructure, and increased opportunity for employment, service industry and investment.
Heretaunga Plains Flood Control Scheme – Streams & Drains				
	Meeanee, Napier Puketapu, Omaranui, Dartmoor Drainage Areas	Land Value	D1	Rateable land situated in the Hastings District and Napier City on the left bank of the Tutaekuri River which Council considers received direct benefit of drain maintenance works within the drain catchment areas of Meeanee, Napier, Puketapu and Dartmoor but excluding the George’s Drive drainage area and the Brookfields Awatoto drainage area within Napier City, and on the right bank of the Tutaekuri River within the drain catchment area of Omaranui.
	Meeanee, Napier, Puketapu, Omaranui, Dartmoor Drainage Areas Industrial	Land Value	D1	Rateable land within the D1 differential and being zoned for industrial purposes. The Council considers the benefit to these properties is added economic activity made possible by the drainage network and its continued maintenance.
	Karamu Stream and Tributaries	Land Value	D2	Rateable land situated in the Hastings District within the Karamu Stream catchment area which Council considers receives direct benefit of drain and stream maintenance works.
	Karamu Stream and Tributaries Industrial	Land Value	D12	Rateable land within the D 2 differential and being zoned for industrial purposes. The Council considers the benefit to these properties is added economic activity made possible by the drainage network and its continued maintenance.
	Twyford Raupare	Land Value	D3	Rateable land situated in the Hastings District within the Twyford Raupare drainage area which Council considers receives direct benefit of drain and stream maintenance works.
	Twyford Raupare Enhancement	Area	DA3	Selected properties in the Raupare Catchment (1097 Hectares) which have agreed to contribute to the enhancement of specific streams and drains in the Raupare Catchment.

River Control and Drainage				Explanation of Rates
	Twyford Raupare Industrial	Land Value	DI3	Rateable land within D 3 differential and being zoned for industrial purposes. The Council considers the benefit to these properties is added economic activity made possible by the drainage network and its continued maintenance. No rates charged.
	Haumoana	Land Value	D4	Rateable land situated in the Hastings District within the Haumoana drainage area which Council considers receives direct benefit of drain and stream maintenance works.
	Haumoana Industrial	Land Value	DI4	Rateable land within the D 4 differential and being zoned for industrial purposes. The Council considers the benefit of these properties is added economic activity made possible by the drainage network and its continued maintenance. No rates charged.
	Tutaekuri-Waimate Moteo	Land Value	D5	Rateable land situated in the Hastings District within the Tutaekuri-Waimate, Moteo drainage area which Council considers receives direct benefit of drain and stream maintenance works.
	Tutaekuri-Waimate Moteo Industrial	Land Value	DI5	Rateable land within the D 5 differential and being zoned for industrial purposes. The Council considers the benefit to these properties is added economic activity made possible by the drainage network and its continued maintenance. No rates charged
	Pakowhai	Land Value	D6	Rateable land situated in the Hastings District within the Pakowhai, Puninga drainage area which Council considers receives direct benefit of drain and stream maintenance works.
	Pakowhai	Land Value	DI6	Rateable land within the D 6 differential and being zoned for industrial purposes. The Council considers the benefit to these properties is added economic activity made possible by the drainage network and its continued maintenance. No rates charged.
	Brookfield Awatoto	Land Value	D7	Rateable land situated in Napier within the Brookfield Awatoto drainage area which Council considers receives direct benefit of drain and stream maintenance works.
	Brookfield Awatoto Industrial	Land Value	DI7	Rateable land within the D 7 differential and being zoned for industrial purposes. The Council considers the benefit to these properties is added economic activity made possible by the drainage network and its continued maintenance.
	Clive Muddy Creek	Land Value	D8	Rateable land situated in the Hastings District within the Clive Muddy Creek drainage area which Council considers receives benefit of drain and stream maintenance works.
	Clive Muddy Creek	Land Value	DI8	Rateable land within the D8 differential and zoned used for industrial purposes. The Council considers the benefit to these properties is added economic activity made possible by the drainage network and its continued maintenance.
	Puninga	Land Value	D9	Rateable land situated in the Hastings District within the Puninga drainage area which Council considers receives direct benefit of drain and stream maintenance works.

River Control and Drainage				Explanation of Rates
Puningā	Land value	D19		Rateable land within the D9 differential and being zoned for industrial purposes. The Council considers the benefit to these properties is added economic activity made possible by the drainage network and its continued maintenance. No rates charged.
Upper Tukituki flood control scheme				
Central H B District	Land Value	F1 - direct		Land adjacent to stopbanked reaches of Tukituki and Waipawa rivers and receiving full and direct benefit from reduced risk of flooding and rivers changing their course as a result of stopbanks and river control works.
Central H B District	Land Value	F2 - direct		Land adjacent to stopbanks and receiving an intermediate level of direct benefit from reduced risk of flooding and rivers changing their course as a result of stopbanks and river control works; and land between the Waipawa, Tukituki and Tukipo Rivers which could experience floodwaters flowing in channels in the event of stopbank failure on the south banks of the Waipawa and Tukituki Rivers.
Central H B District	Land Value	F3 - direct		Lower land adjacent to non stopbanked reaches of the Tukituki and Waipawa Rivers and adjacent to the lower reach of the Makaretu River; and land on the Ruataniwha Plains and downstream river terraces which is considered to be high enough to be at or just above inundation levels; and an area of land protected by the upstream end of the stopbank on the north bank of the Tukipo River where only minor channel improvements are required to protect the stopbank; and land immediately adjacent to the channel in the upstream reach of the Papanui Stream recognising the benefits to be received from improvements to the Waipawa River channel.
Central H B District	Land Value	F4 - direct		Unprotected land adjacent to rivers and streams which require only a minor level of channel improvements; higher land which is adjacent to more highly classified land or is adjacent to the lower reaches of the main rivers. It is land which would generally not be expected to experience flooding in a major event; an area between the Makaretu and Tukipo Rivers through which overflow from the Makaretu River would be expected to flow in channels; and land adjacent to the channel in the middle reach of the Papanui Stream where the channel is not as entrenched as it is further upstream.
Central H B District	Land Value	F5 - direct		Land adjacent to watercourses on which a level of channel maintenance is to be pursued (e.g. lower Papanui Stream, Tukituki River downstream of Tamumu, Ongaonga Stream); and a broad strip of land adjacent to watercourses and more highly classified land which includes both flat and hill country on or adjacent to the Ruataniwha Plains.
Central H B District	Land Value	F6 - Indirect		Land of the catchment which receives only indirect benefit, including eastern and southern hill country, central hills, mountain foothills and the highest parts of the Ruataniwha Plains.
Central H B District	Land Value	U1 - direct		Rateable property situated in the Upper Tukituki Catchment Control Scheme area being generally land on the Ruataniwha Plains adjacent to the presently stopbanked reaches of the Waipawa and Tukituki Rivers which Council considers receives direct benefit from a full range of flood protection measures provided by the scheme works, and generally being urban land within the townships of Waipawa and Waipukurau

River Control and Drainage				Explanation of Rates
	Central H B District	Land Value	U2 - direct	Rateable property situated in the Upper Tukituki Catchment Control Scheme area being generally land on the Ruataniwha Plains adjacent to the presently stopbanked reaches of the Waipawa and Tukituki Rivers which Council considers receives direct benefit from a full range of flood protection measures provided by the scheme works, and generally being urban land within the townships of Waipawa and Waipukurau which is considered to be high enough to be at or just above possible inundation levels.
	Central H B District	Land Value	U3 - direct	Rateable property situated in the Upper Tukituki Catchment Control Scheme area being generally land on the Ruataniwha Plains adjacent to the presently stopbanked reaches of the Waipawa and Tukituki Rivers which Council considers receives direct benefit from a full range of flood protection measures provided by the scheme works, and generally being urban land within the townships of Waipawa and Waipukurau which would generally not be expected to experience flooding in a major event.
	Central H B District	Land Value	U4 - direct	Rateable property situated in the Upper Tukituki Catchment Control Scheme area being generally land on the Ruataniwha Plains adjacent to the presently stopbanked reaches of the Waipawa and Tukituki Rivers which Council considers receives direct benefit from a full range of flood protection measures provided by the scheme works, and generally being urban land within the townships of Waipawa and Waipukurau. A broad strip adjacent to watercourses and land receiving a greater degree of benefit including both flat and hill country on or adjacent to the Ruataniwha Plains where river control works reduce the risk of erosion to adjoining hills and river terraces.
	Hastings District	Land Value	F5 - direct	Land adjacent to watercourses on which a level of channel maintenance is to be pursued (e.g. lower Papanui Stream, Tukituki River downstream of Tamumu, Ongaonga Stream); and a broad strip of land adjacent to watercourses and more highly classified land which includes both flat and hill country on or adjacent to the Ruataniwha Plains.
	Hastings District	Land Value	F6 - indirect	Land of the catchment which receives only indirect benefit, including eastern and southern hill country, central hills, mountain foothills and the highest parts of the Ruataniwha Plains.
Upper Makara Streams Catchment				
	Central HB District	Area Basis	A	This rural class of direct benefit extends on the valley floor in the upstream flood plains of the Makara Stream and part elsewhere downstream. This area is susceptible to very severe and frequent flooding and siltation and receives flood protection.
	Central HB District	Area Basis	B	A direct benefit area of the Makara flats where the flooding is less frequent than the land in Class A and which provides near optimum cropping potential. This area extends downstream to include the flood plains of the Wharemate and Silver Range Streams at their confluence with the Makara Stream.
	Central HB District	Area Basis	C – Makara	A direct benefit area of the Makara flats downstream of Kokatewai Road where only medium frequency flooding and siltation occurs, but where utilisation is more limited than in Class B due to accessibility and the width of the flats.

River Control and Drainage				Explanation of Rates
	Central HB District	Area Basis	C – Wharemate	A direct benefit area adjacent to the Wharemate Stream that is susceptible to very severe and frequent flooding and ponding due to poor drainage. This area will have greater protection due to the detention dams. The area is difficult to utilise due to the irregularities of the valley floor.
	Central HB District	Area Basis	D – Makara	This rural class of direct benefit covers the flood plain of the Makara Stream from the Elsthorpe township to the outlet of the catchment. It is an area of low frequency flooding and siltation in the lower Makara where protection in the upstream dams will provide 20 year plus protection here with the large channel that exists making the land suitable for high risk cropping.
	Central HB District	Area Basis	D – Silver Range	This rural class of direct benefit covers the floodplain of the Silver Range Stream from the Makara Stream to the bridge on Kahuranaki Road. This area has a narrow stream bed and limited stopbanks that result in high frequency flooding and siltation. Given the risks, this area will be suitable only for grazing.
	Central HB District	Area Basis	E	This class of direct benefit extends from the Makara floodplain northward and follows a soil and topography boundary on the eastern side of Kahuranaki Road. An area of moderate to very severe soil erosion in the northern section of moderate to very steep hill country requiring intensive conservation measures to prevent loss and damage to land and improvements and stabilise stream beds.
	Central HB District	Area Basis	F	An area not in the classes above but receiving indirect benefit from all the works carried out on the Scheme through the protection of communications assets including roads, and telecommunications networks, the support of amenities, services and facilities in the area and the general economic stability of the community. Contains the balance of the catchment.
	Central HB District	Area Basis	G	For those properties that straddle the catchment boundary, this area is the balance of properties that lie outside the catchment boundary and therefore, receive no benefit from the scheme. No rates charged.
Poukawa Drainage Scheme				
	Hastings District	Land value	PO1	Rateable property situated in the Hastings District on the lower lying land surrounding Lake Poukawa and subject to seasonal inundation which HBRC considers receives both direct and indirect benefit of the maintenance of the drainage scheme.
	Hastings District	Land value	PO2	Rateable property situated in the Hastings District on the periphery of the land surrounding Lake Poukawa receiving the benefits as described in Class A which HBRC considers receives both direct and indirect benefit of the maintenance of the drainage scheme.
	Hastings District	Land value	PO3	Rateable property situated in the Hastings District surrounding Lake Poukawa which HBRC considers receives indirect benefit of the maintenance of the drainage scheme.

River Control and Drainage				Explanation of Rates
Paeroa Drainage Scheme				
	Wairoa District	Area Basis	P1	Rateable property situated in the Wairoa District on the lower lying land in the valley of the Waikoko Stream and the majority of the flat area surrounding and including the aerodrome, racecourse which HBRC considers receives both direct and indirect benefit of the drain and stream maintenance works.
	Wairoa District	Area Basis	P2	Rateable property situated in the Wairoa District including the sloping land in the Clydebank Road area on the delta at the lower end of the Awatere Stream valley which HBRC considers receives both direct and indirect benefit of the drain and stream maintenance works.
	Wairoa District	Area Basis	P3	Rateable property situated in the Wairoa District on the valley floors in the middle reaches of the Awatere and Waikoko Streams, and the slightly higher land adjacent to the Awatere Stream in the vicinity of SH2. It also includes the land to the west of the aerodrome which relies on culverts under the runway for a drainage outlet which HBRC considers receives both direct and indirect benefit of the drain and stream maintenance works.
	Wairoa District	Area Basis	P4	Rateable property situated in the Wairoa District on land near the boundaries of the classified area more remote from the watercourse maintained under the Scheme. It also includes land to the south of the railway (mainly urban property) which relies directly on the Awatere Stream for a drainage outlet which HBRC considers receives both direct and indirect benefit of the drain and stream maintenance works.
	Wairoa District	Area Basis	P5	Rateable property situated in the Wairoa District which HBRC considers receives indirect benefit only and includes the top ends of the valley floors, hill country adjacent to that land receiving direct benefit and an area of North Clyde.
Ohuia-Whakaki Drainage Scheme				
	Wairoa District	Area Basis	A	This scheme drains approximately 200ha of low lying, productive land to the east of the Opoho Stream near Nuhaka. The scheme uses a combination of detention and gravity drains plus controlled pump discharges to enable landowners to improve production. Land that without drainage could be inundated up to 12 months of the year.
	Wairoa District	Area Basis	B	This scheme drains approximately 200ha of low lying, productive land to the east of the Opoho Stream near Nuhaka. The scheme uses a combination of detention and gravity drains plus controlled pump discharges to enable landowners to improve production. Land that without drainage could be inundated up to 12 months of the year.
	Wairoa District	Area Basis	C	This scheme drains approximately 200ha of low lying, productive land to the east of the Opoho Stream near Nuhaka. The scheme uses a combination of detention and gravity drains plus controlled pump discharges to enable landowners to improve production. Land affected by high water table because of poor outfall, overflow or backing up from lower lands.

River Control and Drainage				Explanation of Rates
	Wairoa District	Area Basis	D	This scheme drains approximately 200ha of low lying, productive land to the east of the Opoho Stream near Nuhaka. The scheme uses a combination of detention and gravity drains plus controlled pump discharges to enable landowners to improve production. Land subject to ponding from time to time because of lack of outfall or from backing up to a lesser degree.
	Wairoa District	Area Basis	E	This scheme drains approximately 200ha of low lying, productive land to the east of the Opoho Stream near Nuhaka. The scheme uses a combination of detention and gravity drains plus controlled pump discharges to enable landowners to improve production. Hill land and other land benefiting by improved access not available under original conditions.
Opoho Drainage Stream Scheme				
	Wairoa District	Fixed Amount	A B C	The Opoho Flood and Drainage Scheme involves three neighbouring farms situated approximately half way between Wairoa and Nuhaka. The relativities between the three properties in the Scheme were determined by way of an analysis of the benefits received by each property and respective apportionment of costs. The rating allocation should be reviewed every 6 years.
Kopuawhara Stream Flood Control/Maintenance Scheme				
	Wairoa District	Area Basis	K1	Rateable property situated in the Scheme area within 20m of the banks of the Kopuawhara Stream which HBRC considers receives direct benefit from flood protection works. The benefits of these flood protection measures are reduction in bank erosion, bank and channel stability and loss of land by flooding and siltation. The K1 rating covers approximately 7.5km of channel versus only 4.7km of maintained channel as the lower reaches of the K1 rating areas are deemed to receive benefit from the upstream maintenance.
	Wairoa District	Area Basis	K2	Rateable property situated in the Scheme area being the balance of flat land within the scheme area between Mahanga Road and the Railway Bridge over the Kopuawhara Stream but excluding land in differential K1. HBRC considers this land receives benefit from flood protection works. The benefits of these protection measures are reduction in bank erosion, bank and channel stability and loss of land by flooding and siltation to a lesser extent than the benefits received by land in differential area K1.
	Wairoa District	Area Basis	K3	Rateable property situated in the Scheme area being two bands of flat land, each 300m wide, on both sides of the Kopuawhara Stream extending south from the Mahanga Road Bridge downstream to the boundary of the Scheme area. Land within differential K1 and K2 are excluded. HBRC considers this land receives benefit from flood protection works. The benefits of these flood protection measures are a reduction in the frequency of flooding from overflows from the Kopuawhara Stream.

River Control and Drainage				Explanation of Rates
	Wairoa District	Area Basis	K4	Rateable property situated in the Scheme area being the flat land outside of the two 300m bands of K3 below Mahanga Road. Land within differential K1, K2 and K3 are excluded. HBRC considers this land received benefit from flood protection works. The benefits of these flood protection measures are a reduction in the frequency of flooding from overflows from the Kopuawhara Stream.
Te Ngarue Stream Flood Protection				
	Hastings District	Area Basis	TN	The rating system has 2 rating class covering an area of 135ha. Rates are levied for the Scheme's maintenance activities only. Rateable property situated in the Hastings District within Te Ngarue Stream catchment (excluding property in Pat Section 7 Block/ Tangoio Survey District) receiving direct and indirect benefit from Te Ngarue Scheme flood protection. The benefit of these protection measures, clearing of all trees and obstructions from the stream channel between the lagoon and Tangoio Road bridge, the removal of trees growing along the stream bank at risk of falling into the channel, and widening of parts of the channel and bank protection works adjacent to Beach Road, are a reduction in the risk of flooding to land situated within the benefit area.
	Hastings District	Area Basis	TN1	The rating system has 2 rating class covering an area of 135ha. Rates are levied for the Scheme's maintenance activities only. Rateable property situated in Part Section 7 Block I Tangoio Survey District within Te Ngarue Stream catchment receiving direct and indirect benefit from Te Ngarue Scheme flood protection. To reduce the effect of flooding and erosion and provide security for investment and economic activity.
Esk River & Whirinaki Stream				
	Hastings District	Area Basis	E1	The rating system has 3 categories, namely Esk (E), Whirinaki(W) and Rural Industry(R). Some of the properties are rated for 2 categories, resulting in 10 benefit areas. The rating catchment area is 558ha. Rateable land situated in the Esk River Maintenance Scheme area from the confluence with the Mangakopikopiko Stream to the sea. The benefit of the river works has reduced the incidence of flooding on these properties during floods.
	Hastings District	Area Basis	E2	The rating system has 3 categories, namely Esk (E) Whirinaki (W) and Rural Industry (R). Some of the properties are rated for 2 categories, resulting in 10 benefit areas. The rating catchment area is 558ha. Rateable land situated in the Esk River Maintenance Scheme area from the confluence with the Mangakopikopiko Stream to the sea. The benefit to these properties is without the continued maintenance of river works the risks of flooding will increase.
	Hastings District	Area Basis	R11	The rating system has 3 categories, namely Esk (E) Whirinaki (W) and Rural Industry (R). Some of the properties are rated for 2 categories, resulting in 10 benefit areas. The rating catchment area is 558ha. Rateable land at Whirinaki being Rural Industry. The benefit to these properties is that without the continued maintenance of river works the risk of flooding will increase.

River Control and Drainage				Explanation of Rates
	Hastings District	Area Basis	R12	The rating system has 3 categories, namely Esk (E) Whirinaki (W) and Rural Industry (R). Some of the properties are rated for 2 categories, resulting in 10 benefit areas. The rating catchment area is 558ha. Rateable land at Whirinaki being Rural Industry. The benefit to these properties is that without the continued maintenance of river works the risk of flooding will increase.
	Hastings District	Area Basis	R13	The rating system has 3 categories, namely Esk (E) Whirinaki (W) and Rural Industry (R). Some of the properties are rated for 2 categories, resulting in 10 benefit areas. The rating catchment area is 558ha. Rateable land at Whirinaki being Rural Industry. This land is at risk to greater than two percent Annual Exceedence Probability floods and receives benefit from the Councils continued river control works.
	Hastings District	Area Basis	W1,W2,W3, W4,W5,W6, W7	The rating system has 3 categories, namely Esk (E) Whirinaki (W) and Rural Industry (R). Some of the properties are rated for 2 categories, resulting in 10 benefit areas. The rating catchment area is 558ha. Properties included within the Esk River Maintenance Scheme and the Whirinaki Stream Maintenance Scheme are those in the Esk River Catchment downstream of the confluence of the Mangakopikopiko Stream to the sea. This is rateable land within the Whirinaki Stream Maintenance Scheme receiving direct benefit from the maintenance work associated with the Whirinaki Stream and its designated tributaries. Each category has an applied percentage.
Karamu Drainage Maintenance				
	Hastings District	Fixed Amount	5824	This scheme covers properties in Havelock North, being properties in the Karamu Catchment, which do not contribute to the Heretaunga Plains Flood Control Scheme-Streams & Drains (Karamu D2). The scheme involves maintenance of the completed enhancement works in the Karamu Stream.
Karamu Enhancement				
	Hastings District	Fixed Amount	5824	This scheme covers properties in Havelock North, being properties in the Karamu Catchment, which do not contribute to the Heretaunga Plains Flood Control Scheme-Streams & Drains (Karamu D2). The scheme involves funding for one third the cost of new enhancement works in the Karamu Stream.
Porangahau Flood Control				
	Central HB District	Land Value		This scheme covers 90km of waterways consisting of the Porangahau River and some of its tributaries in Central Hawkes bay. It was established to reduce flooding and bank erosion and ensure the main access to the community via Porangahau Road is not closed so often due to flooding. The Porangahau Scheme uses only natural assets (streams and rivers) and no hard engineering structures. The main strategy is routine maintenance involving vegetation control, predominantly willow with minor bank stabilisation and debris build-up removal.

River Control and Drainage			Explanation of Rates
Maraetotara Flood Maintenance			
	Hastings District	Capital Value	This scheme reduces the risks of the Maraetotara River flooding Te Awanga township, roading and communication links. The rating scheme has only one rating class covering an area of 54ha. Rates are levied for the Scheme's maintenance activities only. The scheme was established to protect a 1/100 year flood event, although land on the right bank will still be flooded when the river is high the scheme keeps the Maraetotara River flows within the stopbanks, floodwalls and natural high ground, and a flood-gated outlet from the lagoon through the stopbank to the river.
Kairakau Community Scheme			
	Central HB District	Uniform Charge	This scheme maintains flood protection, including the seawall and Mangakuri River retaining wall for the Kairakau community on the Central Hawkes Bay coastline. HBRC works closely with the Kairakau Development Society (KDS) which requested the scheme. KDS determines on behalf of the community what work is needed.

8. Local Government Members (2017-18) (Local Authorities) Determination 2017

Mr Manton Collings introduced the item, outlining the changes to the payment of allowances to the elected representatives and the pay increase.

Resolutions

RC111/17

That Council:

1. Receives and notes the "Local Government Members (2017-18) (Local Authorities) Determination 2017" staff report.
2. Agrees that the decisions to be made are not significant under the criteria contained in Council's adopted Significance and Engagement Policy, and that Council can exercise its discretion and make decisions on this issue without conferring directly with the community and persons likely to be affected by or to have an interest in the decision.
3. Approves that the new elected member remuneration, allowances and expenses be accepted and be made effective from the 1 July 2017.
4. Adopts the updated Elected Members Allowances and Expenses Policy following.
5. Notes that the Chair of the Council and the Chief Executive will be discussing the remuneration of the Chair of the Maori Committee and the Co-Chair of the Regional Planning Committee with the current office holders, and will table a proposal to the Council for consideration.

**Hewitt/Dick
CARRIED**

Title: Elected Members' Expenses and Allowances

Staff Responsible for the Policy: HBRC Corporate Accountant

Commencement Date: 9 October 2016
Amended August 2017

Rationale

Council's policy and rules for expenses (including reimbursement allowances) for the electoral tenure commencing 9 October 2016. Amended for the 2017-18 Local Government Members (2017-18) Determination.

Policy

1. Authentication of Expense Reimbursement and Allowances

The principles and processes under which Hawke's Bay Regional Council ensures that expense reimbursements and allowances are payable are as follows.

1.1. Principles

- 1.1.1. Are in line with Council policies.
- 1.1.2. Have a justified business purpose.
- 1.1.3. Are payable under clear rules communicated to all claimants.
- 1.1.4. Are approved by a person able to exercise independent judgement.
- 1.1.5. Are adequately documented.
- 1.1.6. Are reasonable and conservative in line with public sector norms.
- 1.1.7. Are, in respect of allowances, a reasonable approximation of expenses incurred on behalf of the local authority by the elected member.
- 1.1.8. Support administrative efficiency by the payment, where possible, of standard allowances based on fair and reasonable value of costs incurred, rather than requiring elected members to continue to make numerous claims.

1.2. Processes

- 1.2.1. Councillors are issued with an explanatory memorandum explaining their entitlements and how they should claim them.
- 1.2.2. Councillors are required to make expenditure claims for all allowances, other than agreed regular payments, which are approved by the Chief Executive prior to payment.
- 1.2.3. All reimbursement costs will be based on actual and reasonable expenditure with claims to be supported by appropriate invoices to substantiate the claim and will be approved as part of the Council's normal creditor payment process.

2. Vehicle Provided

- 2.1 Where the Chairman decides to take up the entitlement to a Council vehicle then the terms and conditions for the supply of a vehicle will be determined by the Chief Executive Officer in line with policies set out by the Remuneration Authority.

3. Vehicle Mileage Allowance

- 3.1 A vehicle mileage allowance is payable to an elected member for travel by that member each day, but only if:
 - 3.1.1 The member is not otherwise provided with a vehicle by the Council; and
 - 3.1.2 The travel is:
 - In a private vehicle; and
 - On Council business; and
 - By the most direct route that is reasonable in the circumstances, and
- 3.2 The maximum vehicle mileage allowance payable in any one twelve month period is the rate per kilometre as set out in the current Remuneration Authority determination:
 - 3.2.1 \$0.81 per kilometre for the first 10,000 kilometres if the member is using an electric vehicle
 - 3.2.2 \$0.73 per kilometre for the first 10,000 kilometres for any other vehicle type
 - 3.2.3 \$0.37 per kilometre for any distance over 5,000 kilometres.
- 3.3 "Council business" is defined as *"Official Council business whereby elected members are invited or required to attend both informal or formal meetings or events related to Council. These do not include meetings with constituents, or the elected member's own initiatives to familiarise or better inform themselves in any way with Council business, or where a Council function is primarily entertainment"*.

4. Travel Time Allowance

- 4.1 Council may pay a Councillor a travel time allowance if the office of the Councillor cannot be properly regarded as a full-time position.
- 4.2 An allowance may be paid to a Councillor under sub clause (4.1) for each day within the period of this determination that:
 - 4.2.1 The Councillor is travelling on Council business and by the quickest form of transport reasonable in the circumstances; and
 - 4.2.2 The travel time of the Councillor exceeds one hour.
- 4.3 The allowance is payable, in relation to each day for which the Councillor qualifies under sub clause (4.2):
 - 4.3.1 At no more than \$37.50 per hour; but
 - 4.3.2 Only in respect of the travel for that day that exceeds 1 hour.
- 4.4 In this clause, on the Council's business includes:
 - 4.4.1 Travel between a Councillor's residence and the Council Head Office.

5. Travel and Accommodation - (Mileage Claims – refer Section 3)

- 5.1 *Taxis and Other Transport*
 - 5.1.1 Elected members will be reimbursed for the actual and reasonable cost of any expenditure on taxis and other transport incurred where such expenditure is considered reasonable and necessary for the attendance at conferences, seminars and business related meetings attended at the request of Council, or approved by the Chairman.
- 5.2 *Carparks*
 - 5.2.1 Individual carparks are allocated to each elected member for use on Council and Committee meeting days only. In addition, the Chairman has a permanent car park and one other car park is permanently available for any other elected member to attend Council business at the Council offices.
- 5.3 *Use of Rental Cars*
 - 5.3.1 Elected members will be reimbursed for the actual and reasonable cost of any expenditure on rental cars where this is considered necessary to attend conferences, courses and business meetings attended at the request of Council, or approved by the Chairman. If rental cars are used they are to be cheaper than mileage allowance or air fare.
- 5.4 *Air Travel – Domestic*
 - 5.4.1 All domestic travel is to be approved in advance by the Chairman or Chief Executive and booked through Council Corporate Services.
- 5.5 *Air Travel – International*
 - 5.5.1 All international travel is to be approved in advance by the Chairman or Chief Executive and booked through Council Corporate Services.

- 5.5.2 Council will meet the cost only of economy class airfares unless specifically approved otherwise by the Chairman or Chief Executive.
- 5.5.3 Stopovers for long distance flights will be at the discretion of the Chairman or Chief Executive, and where approved, will be paid or reimbursed.
- 5.6 *Airline Clubs/Airpoints/Airdollars*
 - 5.6.1 The Chairman is provided with a Koru Club membership on the basis of frequency of air travel. Airpoints or Airdollars earned on travel, accommodation etc, paid for by the Council are available for the private use of members.
- 5.7 *Accommodation Costs While Away at Conferences, Seminars, etc*
 - 5.7.1 Elected members will be reimbursed for the actual and reasonable cost of any expenditure incurred where this expenditure is incurred for attendance at the request of Council or approved by the Chairman or Chief Executive. Travel is to be approved in advance and all bookings are to be made through Council Corporate Services. This provision also applies to Councillors who normally live at a distance from Napier who stay overnight prior to or between Council or committee meetings.
- 5.8 *Meals and Sustenance, Incidental Expenses*
 - 5.8.1 The reasonable cost of meals and sustenance will be paid or reimbursed where such expenditure is incurred for attendance at conferences, courses and business meetings attended at the request of Council, or approved by the Chairman or Chief Executive. A light lunch is generally provided to Councillors on Council and Committee meeting days.
- 5.9 *Private Accommodation Paid for by Local Authority*
 - 5.9.1 An allowance of \$50 per night can be claimed by elected members where they decide to stay privately when attending a conference, course or business meeting where their attendance is at the request of the Council or approved by the Chairman or Chief Executive. Reasonable additional costs associated with staying privately can be claimed only if the prior approval of the Chairman or Chief Executive has been received.

6. Entertainment and Hospitality

- 6.1 There are no hospitality or entertainment allowances paid to elected members. Where entertainment or hospitality is required at the request of the Council, or on the approval of the Chairman or Chief Executive, reimbursement can be claimed on an actual and reasonable basis.

7. Equipment and Technology Provided to Elected Members

- 7.1 The following allowances are paid to elected members to assist with the costs of equipment and technology provided by the elected member. Where Council requires members to use the following equipment the allowances below will be paid:

Item	Annual Allowance
Use of personal computer	\$200
Use of a printer (with or without scanner)	\$40
Use of a mobile phone	\$150
Use of an internet connection	\$400
Council related toll and mobile phone charges	\$400
TOTAL	\$1,190

- 7.2 Elected Members will be limited to a total payment in any one financial year of \$1,190.
- 7.3 If elected members choose not to use their own equipment then Council may provide the equipment and technology required. All equipment provided by the Council will be subject to approval by the Chairman. This equipment continues to be the property of the Council. The communications allowances which refer to the equipment provided will not be paid.

8. Professional Development, Clubs and Associations

- 8.1 Council pays for the cost of professional development courses, seminars, etc approved by Council or the Chairman, within a specified annual budget.
- 8.2 No expenses or allowances in respect of subscriptions to Clubs or associations are paid other than professional bodies specific to their role with Council – eg, RMLA for Hearings Committee Members.

9. Other Expense Reimbursements and Allowances

- 9.1 The following are reimbursed or provided to elected members:
 - 9.1.1 *Clothing*
 - Elected members will be supplied with a rain jacket bearing the Council's logo.
 - 9.1.2 *Stationery*
 - Stationery and printer cartridges are available on request for use on Council business.

9.1.3. *Elected Members' Office*

- Elected members are entitled to use the Councillors' Office, located next to the Council Chamber on the ground floor of the Regional Council building. The office is equipped with desks, phone and a computer.

9.1.4. *Chairman's Office*

- The Chairman is provided with an office at the Council's offices in Napier. This office includes a direct dial telephone extension, a mobile phone with associated costs and a networked computer. Full secretarial assistance is also provided.

10. Signature

10.1. I seek approval from the Remuneration Authority, in relation to the electoral tenure commencing 8 October 2016, of the expense reimbursement rules and payments of allowances applicable to elected members as set out in this document which was adopted by Council on 30 August 2017.

10.2. The approved document and any attachments will be available for public inspection in accordance with the Remuneration Authority's determination.

HBRC Chief Executive, James Palmer

The meeting adjourned at 12.25pm and reconvened at 1.00pm with Cr Debbie Hewitt and Peter Beaven absent

9. Adoption of the 2017 HBRC Strategic Plan

Mr James Palmer introduced the item, which was taken as read.

Resolutions

RC112/17

That Council:

1. Agrees that the decisions to be made are not significant under the criteria contained in Council's adopted Significance and Engagement Policy, and that Council can exercise its discretion and make decisions on this issue without conferring directly with the community and persons likely to be affected by or to have an interest in the decision.
2. Adopts the *Strategic Plan 2017-2021* for publication, distribution and use for guidance through the 2018-28 Long Term Plan development processes subject only to minor amendments.

**Barker/Wilson
CARRIED**

10. Recommendations from the Maori Committee

Mr Mike Mohi introduced the item, highlighting discussions at the meeting including advising of ongoing discussions with iwi organisations about representation on the Maori Committee.

Councillor Beaven re-joined the meeting at 1.03pm

Mr Mohi also advised that there is a workshop to discuss options for recommendations to Council for consideration in making a decision on whether or not to establish Maori Constituencies scheduled 15 September and the next Maori Committee meeting will be held in Waipukurau.

Resolutions

RC113/17

That Council:

1. Agrees that the decisions to be made are not significant under the criteria contained in Council's adopted Significance and Engagement Policy, and that Council can exercise its discretion and make decisions on this issue without conferring directly with the community and persons likely to be affected by or to

have an interest in the decision.

Maori Committee Representatives on the Hearings Committee

2. Confirms the appointments of Mr Mike Mohi and Mr Brian Gregory as the Māori Committee representatives on the Hearings Committee.

Reports Received

3. Notes that the following reports were provided to the Māori Committee meeting.
 - 3.1. Māori Committee Terms of Reference and Charter (*resolved: That the Māori Committee leaves the matter to lie on the table.*)
 - 3.2. Verbal Update on Current Issues by HBRC Chairman
 - 3.3. Heretaunga Plains Urban Development Strategy update
 - 3.4. August 2017 Statutory Advocacy Update
 - 3.5. Maori Representation (*resolved: Agrees to seek feedback from iwi/hapū and bring that back to the 17 October Māori Committee to enable a formal recommendation to be made to Council's 25 October 2017 meeting*)
 - 3.6. Presentation on Resource Consent Application and Hearing Processes.

**Graham/Wilson
CARRIED**

11. Electoral System for 2019 and 2022 Local Government Elections

Mrs Liz Lambert introduced the item, which is a decision required of Council by legislation on whether to use First Past the Post or Single Transferrable Vote as the electoral system for the 2019 and 2022 elections.

Resolutions

RC114/17

That Council:

1. Exercises its discretion under Section 79(1)(a) and 82(3) of the Act, and makes a decision on this issue without conferring directly with the community or others due to the option available to the public to demand a poll under the Local Electoral Act should they choose to do so, and can obtain the necessary number of signatures (5% of the electors).
2. Resolves to retain the status quo and continue with the First Past the Post electoral system
3. Gives public notice - by 19 September 2017 – of resolution 2 (above) and that electors have the right to demand a poll on the electoral system to be used for the next two triennial elections.
4. Instructs staff to action the necessary public notices and any other processes required under the Local Electoral Act 2001 in respect to the electoral system for the Local Government Elections 2019.

Debbie Hewitt re-joined the meeting at 1.18pm

**Barker/Dick
For: Dick, Hewitt, Barker, Beaven, Wilson, Belford, Kirton, Graham
Against: Bailey
CARRIED**

12. Affixing of the Common Seal

1. The Common Seal of the Council has been affixed to the following documents and signed by the Chairman or Deputy Chairman and Chief Executive or a Group

Manager.

		Seal No.	Date
1.1	Leasehold Land Sales		
1.1.1	Lot 2 DP 11523 CT J1/797 - Transfer	4135	27 July 2017
1.1.2	Lot 111 DP 11999 CT D1/1452 - Transfer	4136	7 August 2017
1.1.3	Lot 2 DP 25978 CT W1/164 - Agreement for Sale and Purchase	4137	10 August 2017
1.1.4	Lot 282 DP 11194 CT B3/94 - Agreement for Sale and Purchase	4138	22 August 2017
1.1.5	Lot 40 DP 14447 CT G2/663 - Agreement for Sale and Purchase	4139	22 August 2017
1.1.6	Lot 169 DP 13096 CT E3/538 - Agreement for Sale and Purchase	4140	22 August 2017

Resolutions

RC115/17

That Council:

1. Agrees that the decision to be made is not significant under the criteria contained in Council's adopted Significance and Engagement Policy and that Council can exercise its discretion and make this decision without conferring directly with the community and persons likely to be affected by or to have an interest in the decision.
2. Confirms the action to affix the Common Seal.

**Kirton/Graham
CARRIED**

13.

Significant HBRC Staff Projects/Activities through September 2017

The item was taken as read, aside from queries in relation to nutrient and nitrate levels noted in paragraphs 6 and 24, feedback on the freshwater improvement fund application for Ahuriri and an update on the Inquiry into the drinking water contamination event and any thought given to address issues raised in its findings. It was noted that Stage 2 of the Inquiry is about recommendations to the government for areas (e.g. policy, law) of improvement.

Resolution

RC116/17

That Council receives the **Significant HBRC Staff Projects/Activities through September 2017** report.

14. Chairman's Report for August

Tabled as follows

We have some very serious challenges facing us. A summary of the four major challenges and concerns.

1. The Water Conservation Order (WCO) for the Ngaruroro and Clive rivers

- The WCO as written is a serious threat to the economic fabric of our region
- Our inability to gain consensus on this issue with our treaty partners
- Three of our partners and stakeholders in TANK do not agree with our community process and have “struck out” on their own statutory process.
- That this action is in direct conflict with our community process and threatens its very viability.
- The subsequent actions by both parties will damage the goodwill built up in TANK and through the RPC that will be difficult to rebuild.
- This is going to be a very expensive exercise for all parties including HBRC with an estimate unbudgeted cost of \$600k.

2. RWSS

- The High court ruled against the DOC “land swap”
- The directors of HBRIC Ltd and the Capital Structure Review Committee have advised us to write off \$14m of our capital advance.
- HBRC will resolve not to advance the remaining \$60m to the scheme.
- The scheme will not proceed as planned.
- This will require a review of the challenges resulting from Plan Change 6.

3. Workshop with the Regional Mayors

The Regional Mayors wish to have a workshop with us to discuss the following:

HBRC as a post amalgamation organisation. We are the only local body council in HB that covers the entire region

The proposal is that we become the vehicle that collects regionally applicable rates

- HB Tourism as defined in the economic rate.
- A universal rate for civil defence
- Others that would be agreed on.

4. TANK new consent recommendation

- Following receipt of new science and recommendation from HBRC TANK has recommended that we suspend all new applications for water consents from the Heretaunga aquifer.
- This has huge potential consequences for further development on the Heretaunga plains.
- We will need to consider the following.
 - Those consents in the HBRC system.
 - Our response to applicants who have not filed their consent but have incurred actual and contingent liability's such as new land purchases, fruit trees etc.

I was in Europe for most of the period but the following is a record of the meetings that I attended after returning.

14 Aug	Received debrief from Chief Executive
15 Aug	Met with the Deputy Chairman and attended Māori Committee meeting
16 Aug	Attended launch of Wharariki Trust
17 Aug	Met with Graeme Avery, Mike Barham - Rural Support Trust, attended TANK meeting and Regional Sports Park meeting re: Hockey tournament
18 Aug	Received report on Water Conservation Order, met minister Scott Simpson, Ewan McGregor re: forestry and attended Rex Graham cup
21 Aug	Chief Executive debrief meeting, met with Chris Tremain, HBRIC Ltd Chair, attended Regional Sports Park trustee and Civil Defence Emergency Management Group Joint Committee meetings
22 Aug	Regional Planning Committee and Regional Council meetings
23 Aug	Hawke's Bay Regional Council LTP Workshop
24 Aug	Met with Twyford irrigator group and attended HB Tourism dinner
25 Aug	Met with HB Mayors, the Board of HB Tourism and attended a Capital Structure Review panel meeting.
26 Aug	Met with Heretaunga water user group and NKII Chair

28 Aug Met with Heretunga water user group and NKII Chair

The Chairman provided Council with his monthly report and highlighted key issues from his report with discussions covering:

- Meeting of Mayors and Chair to discuss regional rate options for regional activities, e.g. CDEM
- Implementation of plan change 6 and CHB community delegation to RPC meeting on 4 October
- Economic impacts on CHB without RWSS are the same as the potential impacts on the Heretunga Plains growers posed by Ngaruroro Water Conservation Order and suggestion that Council needs to acknowledge the two serious threats to the HB economy

Resolution

RC117/17

That Council receives and notes the Chairman's report for August 2017.

**Barker/Kirton
CARRIED**

15. Items of Business Not on the Agenda

Item	Topic	Councillor / Staff
1.	Update on Tutira A very successful planting day recently, joint HBRC- Maungaharuru Tangitu event	Cr Bailey
2.	Waipukurau odour News item in HB Today re CHB odour issues, and CHBDC keeping HBRC Compliance staff updated on actions and progress being taken to resolve issues and find solution	Cr Belford
3.	Chinese Sister City delegation visit Hosted Xuzhou delegation last week, and keen to discuss the relationship and initiatives going forward	Cr Hewitt
4.	Extends apologies from Roger Maaka for poorly organised meeting with Tamatea Taiwhenua last week	Mike Mohi

Closure:

There being no further business the Chairman declared the meeting closed at 1.55pm on Wednesday 30 August 2017.

Signed as a true and correct record.

DATE:

CHAIRMAN: