



MINUTES OF A MEETING OF THE REGIONAL COUNCIL

- Date:** Wednesday 29 July 2020
- Time:** 11.05am
- Venue:** Council Chamber
Hawke's Bay Regional Council
159 Dalton Street
NAPIER
- Present:** R Graham - Chairman
R Barker
W Foley
C Foss
N Kirton (*from 2.45pm*)
C Lambert
M McIlroy (*Māori Committee Co-Chair*)
H Ormsby
M Paku (*Māori Committee Co-Chair*)
A Tapine (*RPC Rep*)
J van Beek
M Williams
- In Attendance:** J Palmer – Chief Executive
P Munro – Te Pou Whakarae
J Ellerm – Group Manager Corporate Services
I Maxwell – Group Manager Integrated Catchment Management
E Lambert – Group Manager Regulation
C Edmonds – Acting Group Manager Strategic Planning
L Hooper – Governance Lead
J Lawrence – Group Manager Office of the CE & Chair

1. Karakia /Welcome/Prayer/Apologies/Notices

The Chair welcomed everyone to the meeting and Pieri Munro led the group in offering a karakia.

The apology for lateness from Councillor Neil Kirton was noted.

2. Conflict of Interest Declarations

Mike Paku, Michelle McIlroy and Apiata Tapine declared an interest in item 11. Māori Committee Members' Remuneration.

There were no conflicts of interest declared.

3. Confirmation of Minutes of the Regional Council Meeting held on 24 June 2020

RC101/20 Resolution

Minutes of the Regional Council Meeting held on Wednesday, 24 June 2020, a copy having been circulated prior to the meeting, were taken as read and confirmed as a true and correct record.

**Williams/Ormsby
CARRIED**

3a Confirmation of Minutes of the Regional Council Meeting held on 15 July 2020

RC102/2 Minutes of the Regional Council Meeting held on Wednesday, 15 July 2020, a copy having been circulated prior to the meeting, were taken as read and confirmed as a true and correct record.

**Ormsby/van Beek
CARRIED**

4. Follow-up Items from Previous Regional Council Meetings

The item was taken as read, noting that the hyperlinks in the Agenda document did not work and will be redistributed to councillors.

RC103/20 Resolution

That the Council receives and notes the "*Follow-up Items from Previous Regional Council Meetings*" staff report.

**Foss/Ormsby
CARRIED**

5. Significant Organisational Activities through August 2020

The item was taken as read with discussions covering:

- Staff driver training
- Riparian planting statistics requested
- 70% of resource consent applications required in Tukituki Catchment have been submitted
- Successful erosion control planting work in Wairoa around marae and urupa

RC104/20 Resolutions

That the Hawke's Bay Regional Council receives and notes the ***Significant HBRC Activities through August 2020*** staff report.

**Foss/Ormsby
CARRIED**

6. Call for Minor Items not on the Agenda

Recommendations

That Council accepts the following “Minor Items Not on the Agenda” for discussion as Item 21

Topic	Raised by
3 waters consultation with tangata whenua	Mike Paku
Government announcement about Lake Onslow	Cr Foss

7. Adoption of the HBRC 2020-21 Annual Plan

James Palmer introduced the item, providing an overview of the process undertaken in response to the Covid-19 pandemic, including consultation and submissions.

RC105/20 Resolutions

That Hawke's Bay Regional Council:

1. Receives and considers the “HBRC 2020-21 Annual Plan for Adoption” staff report.
2. Receives the early Draft Recovery Fund Policy for information only.
3. Agrees that it is financially prudent to adopt an unbalanced budget for 2020-21 having regard to the LGA 2002 sections 101(1) and (2) and 100(2)(a) to (d), and notes that the decision to adopt an unbalanced budget has been made acknowledging:
 - 3.1. the need to support the local economy now in response to the impact of COVID-19 and the drought while maintaining appropriate investment levels for the future, and
 - 3.2. that Council has the financial capacity to borrow to fund a one-off shortfall in revenues enabling Council to proceed with a 0% rate increase instead of the 7.3% increase previously planned, and
 - 3.3. that the unbalanced budget will have future financial implications that will need to be managed in future years.
4. Notes that, as required by section 80 of the LGA, a decision to borrow to fund operating expenses is inconsistent with Council's Revenue and Financing Policy as this policy does not include borrowing as a source of funding for operating expenditure. This inconsistency is due to Council's decision, following public consultation, to adopt an unbalanced budget and proceed with a 0% increase in rates revenue in 2020-21 in response to the effects of COVID-19 and the drought on the Hawkes' Bay economy.
5. Adopts the 2020-21 Annual Plan in accordance with the Local Government Act 2002, subject to any changes made by Council at its meeting on 29 July 2020.
6. Delegates to the Group Manager Corporate Services and Chief Financial Officer authority to make any required minor amendments or edits to the 2020-21 Annual Plan prior to publishing.
7. Approves the borrowing of funds (\$19.03 million) necessary to fund the proposed expenditure in the 2020-21 Annual Plan, including additional funds that were not provided for in the 2018-28 Long Term Plan.
8. Delegates to the Chief Executive and Group Manager Corporate Services, authority to negotiate and agree on the terms and conditions of all loans required to fund the

8. Setting of the Rates 2020-21 Financial Year

Jessica Ellerm introduced the item, which is required by legislation, highlighting that staff will be working directly with any ratepayers undergoing financial hardship as a result of the drought and/or the pandemic. Discussions traversed:

- A revaluation of Hastings District Council properties required an equalisation process across the region to ensure relativity of rates between properties in different districts is retained
- Due date and penalty dates
- Full rates review scheduled after adoption of the Long Term Plan.

RC106/20 Resolutions

That Hawke's Bay Regional Council:

1. Resolves that the decisions to be made on the setting and assessing of rates cover information in the Funding Impact Statement for the 2020-21 year as included in the 2020-21 Annual Plan as required by Sections 93 and 95 of the Local Government Act 2002.
2. Resolves the setting of rates for the 2020-21 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 2020 and ending on 30 June 2021. These rates are set in accordance with the relevant provisions of the 2020-21 Annual Plan's Funding Impact Statement and are inclusive of GST.
 - 2.1. A **general rate** is set under sections 13, 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 & 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 Flood Control Scheme
 - 2.3.4. Erosion Control Scheme - Financial Assistance
 - 2.3.5. Wairoa River and Streams Scheme
 - 2.3.6. Central & Southern Area Rivers & Streams
 - 2.3.7. Various Streams and Drainage Schemes
 - 2.3.8. Farm Environment Management Plan – Financial Assistance
 - 2.3.9. Sustainable Homes – Financial Assistance
 - 2.3.10. Healthy Homes/Clean Heat – Financial Assistance
 - 2.3.11. Healthy Homes/Clean Heat
 - 2.3.12. Economic Development
 - 2.4. The following **uniform targeted rates** are set under section 16 & 17 of the Local Government (Rating) Act 2002 as set out in Attachment 1, and this attachment forms part of this resolution:

- 2.4.1. Plant Pest Strategy
 - 2.4.2. Regional Animal Pest Management Strategy
 - 2.4.3. Sustainable Land Management
 - 2.4.4. Forest Pest Strategy
 - 2.4.5. Coastal Hazard
 - 2.4.6. CDEM- Emergency Management
- 3. Resolves that the due date for payment of rates as set by the Hawke's Bay Regional Council for the financial year commencing 1 July 2020 and ending on 30 June 2021 be 20 September 2020.
 - 4. Resolves that, under sections 57 and 58(1)(a) of the Local Government (Rating) Act 2002, a fixed 10% penalty will be applied to unpaid current rates as at 1 February 2021 and shall be calculated by multiplying the outstanding rates by 10% and then adding that penalty sum to the amount outstanding as at 1 February 2021.
 - 5. Resolves that, under sections 57 and 58(1)(b) of the Local Government (Rating) Act 2002, a fixed 10% penalty will be applied to all unpaid rates as at 1 July 2021 and shall be calculated by multiplying the outstanding rates by 10% and then adding that penalty sum to the amount outstanding as at 1 July 2021.

Barker/Ormsby
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 targeted 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 Funding Impact Statement are GST inclusive.

Due dates for payment of rates

The rates for the 2020-21 financial year are due and payable on 20 September 2020. Pursuant to Section 57 of the Local Government (Rating) Act 2002, a penalty charge of 10% will be imposed on any outstanding current rates as at 1 February 2021. A further 10% will be charged on total rates, including penalties outstanding on 1 July 2021.

Definition of 'Separately used or inhabited part of a rating unit' (SUIP)

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 UTRs.

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 26.6% of Council's total rates in 2020-21 and are therefore within the limits prescribed 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.

Comparison of Rates on Specific Commercial Properties

Description of rates	Rating Basis	Napier Hotel		Emerson St Napier		Lyndon Rd Hastings	
		2019-20	2020-21	2019-20	2020-21	2019-20	2020-21
Details for Comparison							
Capital Value	CV	3,300,000	3,300,000	2,060,000	2,060,000	5,650,000	6,570,000
Land Value	LV	1,200,000	1,200,000	530,000	530,000	1,390,000	1,530,000
Area (Hectares)	Area	0.4011	0.4011	0.0401	0.0401	0.3220	0.3220
Rates	Basis	\$	\$	\$	\$	\$	\$
General Rate	LV	369.12	337.80	163.03	149.20	456.89	354.04
UAGC Fixed Amount	Fixed	44.93	45.07	89.86	90.14	44.93	45.07
General Funded Rates		414.05	382.87	252.89	239.34	501.82	399.11
HPFCS FIDirect	CV	305.91	291.39			579.69	466.47
HPFCS F2 Indirect	CV	74.58	72.60	46.56	45.32	141.82	116.29
D2 Karamū & Tributaries	LV					512.91	345.63
Public Transport	LV	242.16	226.68	106.95	100.12	299.68	237.61
Central Stream/Drains	CV	23.10	22.11	14.42	13.80	44.07	35.48
Clean Heat/Healthy Homes	LV	77.04	71.04	34.03	31.38	95.35	74.51
Economic Development	CV	1,057.32	1,089.33	660.02	680.01	2,005.19	1,743.02
Meeanee Napr Puketapu	LV	260.64	256.32				
Upper Tuki Tuki Scheme u4	LV						
Coastal Hazards	Fixed	3.20	3.18	6.40	6.36	3.20	3.18
Wairoa River Scheme	CV						
Emergency Management	Fixed	33.94	34.05	67.88	68.09	33.94	34.05
Targeted Rates		2,077.89	2,066.70	936.26	945.08	3,715.85	3,056.24
TOTAL RATES		2,491.94	2,449.57	1,189.15	1,184.42	4,217.67	3,455.35
Dollar Increase			- 42.37		- 4.73		- 762.32
Percentage Increase			-1.70%		-0.40%		-19.07%

Notes: The above rates are indicative based on the values of sample properties chosen. The change in rates will vary between properties based on the property values and, in the case of properties in the Hastings District, the amount of the increase in property values following the 2019 revaluation, relative to other properties.

(continued)

Description of rates	Rating Basis	Hastings Industrial		Hastings Shops		Waipukurau Office		Wairoa Shops	
		2019-20	2020-21	2019-20	2020-21	2019-20	2020-21	2019-20	2020-21
Details for Comparison									
Capital Value	CV	2,230,000	3,500,000	560,000	700,000	210,000	210,000	185,000	185,000
Land Value	LV	590,000	1,000,000	460,000	600,000	60,000	60,000	80,000	80,000
Area (Hectares)	Area	0.4708	0.4708	0.0941	0.0941	0.0717	0.0717	0.2022	0.2022
Rates	Basis	\$	\$	\$	\$	\$	\$	\$	\$
General Rate	LV	193.93	231.40	151.20	138.84	16.34	15.54	21.75	21.48
UAGC Fixed Amount	Fixed	44.93	45.07	44.93	45.07	44.93	45.07	44.93	45.07
General Funded Rates		238.86	276.47	196.13	183.91	61.27	60.61	66.68	66.55
HPFCS FIDirect	CV	228.80	248.50	57.46	49.70				
HPFCS F2 Indirect	CV	55.97	61.95	14.06	12.39				
D2 Karamū & Tributaries	LV	870.78	903.50	169.74	135.54				
Public Transport	LV	127.20	155.30	99.18	93.18				
Central Stream/Drains	CV	17.39	18.90	4.37	3.78	1.30	1.30		
Clean Heat/Healthy Homes	LV	40.47	48.70	31.56	29.22				
Economic Development	CV	791.43	928.55	198.74	185.71	59.45	64.07	52.28	57.78
Meeanee Napr Puketapu	LV								
Upper Tuki Tuki Scheme u4	LV					2.71	2.66		
Coastal Hazards	Fixed	3.20	3.18	3.20	3.18				
Wairoa River Scheme	CV							16.28	16.13
Emergency Management	Fixed	33.94	34.05	33.94	34.05	33.94	34.05	33.94	34.05
Targeted Rates		2,169.18	2,402.63	612.25	546.75	97.40	102.08	102.50	107.96
TOTAL RATES		2,408.04	2,679.10	808.38	730.66	158.67	162.69	169.18	174.51
Dollar Increase			271.06		- 77.72		4.02		5.33
Percentage Increase			11.26%		-9.61%		2.53%		3.15%

Note: The above rates are indicative based on the values of sample properties chosen. The change in rates will vary between properties based on the property values and, in the case of properties in the Hastings District, the amount of the increase in property values following the 2019 revaluation, relative to other properties.

Comparison of Rates on Specific Urban Properties

Description of rates	Rating Basis	Napier Hill		Napier South		Flaxmere		Havelock North	
		2019-20	2020-21	2019-20	2020-21	2019-20	2020-21	2019-20	2020-21
Details for Comparison									
Capital Value	CV	1,010,000	1,010,000	375,000	375,000	136,000	240,000	750,000	1,000,000
Land Value	LV	375,000	375,000	225,000	225,000	33,000	66,000	320,000	450,000
Area (Hectares)	Area	0.0760	0.0760	0.0650	0.0650	0.000	0.000	0.0777	0.0777
Rates	Basis	\$	\$	\$	\$	\$	\$	\$	\$
General Rate	LV	115.35	105.56	69.21	63.34	10.85	15.27	105.18	104.13
UAGC Fixed Amount	Fixed	44.93	45.07	44.93	45.07	44.93	45.07	44.93	45.07
General Funded Rates		160.28	150.63	114.14	108.41	55.78	60.34	150.11	149.20
HPFCS FIDirect	CV			34.76	33.11	13.95	17.04		
HPFCS F2 Indirect	CV	22.83	22.22	8.48	8.25	3.41	4.25	18.83	17.70
Di (N) Meeanee Puketapu	LV			48.87	48.06				
Public Transport	LV	75.68	70.84	45.41	42.50	7.11	10.25	68.99	69.89
Central Stream/Drains	CV	7.07	6.77	2.63	2.51	1.06	1.30	5.85	5.40
Karamū & Tributaries	LV					12.18	14.91	12.37	12.35
Karamū Enhancement	Fixed							11.56	11.55
Coastal Hazards	Fixed	3.20	3.18	3.20	3.18	3.20	3.18	3.20	3.18
Clean Heat/Healthy Homes	LV	24.08	22.20	14.45	13.32	2.26	3.21	21.95	21.92
Economic Development	Fixed	9.76	9.78	9.76	9.78	9.76	9.78	9.76	9.78
Emergency Management	Fixed	33.94	34.05	33.94	34.05	33.94	34.05	33.94	34.05
Targeted Rates		176.56	169.04	201.50	194.76	86.87	97.97	186.45	185.82
TOTAL RATES		336.84	319.67	315.64	303.17	142.65	158.31	336.56	335.02
Dollar Increase			-17.17		-12.47		15.66		-1.54
Percentage Increase			-5.10%		-3.95%		10.98%		-0.46%

Note: The above rates are indicative based on the values of sample properties chosen. The change in rates will vary between properties based on the property values and, in the case of properties in the Hastings District, the amount of the increase in property values following the 2019 revaluation, relative to other properties.

(continued)

Description of rates	Rating Basis	Taradale		Hastings		Wairoa		Central HB	
		2019-20	2020-21	2019-20	2020-21	2019-20	2020-21	2019-20	2020-21
Details for Comparison									
Capital Value	CV	580,000	580,000	430,000	630,000	175,000	175,000	485,000	485,000
Land Value	LV	330,000	330,000	200,000	300,000	60,000	60,000	170,000	170,000
Area (Hectares)	Area	0.1105	0.1105	0.1012	0.1012	0.1832	0.1832	0.1407	0.1407
Rates	Basis	\$	\$	\$	\$	\$	\$	\$	\$
General Rate	LV	101.51	92.90	65.74	69.42	16.31	16.11	46.31	44.03
UAGC Fixed Amount	Fixed	44.93	45.07	44.93	45.07	44.93	45.07	44.93	45.07
General Funded Rates		146.44	137.97	110.67	114.49	61.24	61.18	91.24	89.10
HPFCS FIDirect	CV	53.77	51.21	44.12	44.73				
HPFCS F2 Indirect	CV	13.11	12.76	10.79	11.15				
D1 (N) Meeanee Puketapu	LV	71.68	70.49						
Public Transport	LV	66.59	62.34	43.12	46.59				
Central Stream/Drains	CV	4.06	3.89	3.35	3.40			3.01	3.01
Wairoa Rivers/Streams	CV					15.40	15.26		
UTTFCS								7.67	7.55
D2 Karamū & Tributaries				73.80	67.80				
Coastal Hazards	Fixed	3.20	3.18	3.20	3.18				
Clean Heat/Healthy Homes	LV	21.19	19.54	13.72	14.58				
Economic Development	Fixed	9.76	9.78	9.76	9.78	9.76	9.78	9.76	9.78
Emergency Management	Fixed	33.94	34.05	33.94	34.05	33.94	34.05	33.94	34.05
Targeted Rates		277.30	267.24	235.80	235.26	59.10	59.09	54.38	54.39
TOTAL RATES		423.74	405.21	346.47	349.75	120.34	120.27	145.62	143.49
Dollar Increase			-18.53		3.28		-0.07		-2.13
Percentage Increase			-4.37%		0.95%		-0.06%		-1.46%

Note: The above rates are indicative based on the values of sample properties chosen. The change in rates will vary between properties based on the property values and, in the case of properties in the Hastings District, the amount of the increase in property values following the 2019 revaluation, relative to other properties.

Comparison of Rural Rates in three Districts

Description of rates	Rating Basis	Hastings ¹		Hastings		Central HB	
		2019-20	2020-21	2019-20	2020-21	2019-20	2020-21
Details for Comparison							
Capital Value	CV	2,970,000	4,440,000	4,070,000	4,970,000	2,720,000	2,720,000
Land Value	LV	2,310,000	3,540,000	3,350,000	4,030,000	2,120,000	2,120,000
Area (Hectares)	Area	346.02	436.55	610.86	610.86	282.98	282.98
Rates	Basis	\$	\$	\$	\$	\$	\$
General Rate	LV	759.30	819.16	1,101.15	932.54	577.49	549.08
UAGC Fixed Amount	Fixed	44.93	45.07	44.93	45.07	44.93	45.07
General Funded Rates		804.23	864.23	1,146.08	977.61	622.42	594.15
HPFCS F2 Indirect	CV	74.55	78.59	102.16	87.97		
Central Stream/Drains	CV	23.17	23.98	31.75	26.84	16.86	16.86
Plant Pest	Area	195.69	247.24	345.48	345.95	160.04	160.26
Animal Pest Rate	Area	625.91	790.92	1,104.98	1,106.73	511.88	512.68
Land Management	Area	324.15	409.48	572.25	572.98	265.09	265.43
Pōrangahau Flood	LV					191.65	191.86
Wairoa River	CV						
Coastal Hazards	Fixed	3.20	3.18	3.20	3.18		
Upper Tukituki River	LV						
Economic Development	Fixed	9.76	9.78	9.76	9.78	9.76	9.78
Emergency Management		33.94	34.05	33.94	34.05	33.94	34.05
Targeted Rates		1,290.37	1,597.22	2,203.52	2,187.48	1,189.22	1,190.92
TOTAL RATES		2,094.60	2,461.45	3,349.60	3,165.09	1,811.64	1,785.07
Dollar Increase			366.85		-184.51		-26.57
Percentage Increase			17.51%		-5.51%		-1.47%

Note: The above rates are indicative based on the values of sample properties chosen. The change in rates will vary between properties based on the property values and, in the case of properties in the Hastings District, the amount of the increase in property values following the 2019 revaluation, relative to other properties.

¹ Increased area and value following land amalgamation.

(continued)

Description of rates	Rating Basis	Central HB		Wairoa		Wairoa	
		2019-20	2020-21	2019-20	2020-21	2019-20	2020-21
Details for Comparison							
Capital Value	CV	9,200,000	9,200,000	5,927,000	5,927,000	1,092,000	1,092,000
Land Value	LV	7,900,000	7,900,000	5,113,000	5,113,000	1,001,000	1,001,000
Area (Hectares)	Area	437.96	437.96	1,293.45	1,293.45	598.00	598.00
Rates	Basis	\$	\$	\$	\$	\$	\$
General Rate	LV	2,151.96	2,046.10	1,390.22	1,372.84	272.17	268.77
UAGC Fixed Amount	Fixed	44.93	45.07	89.86	90.14	44.93	45.07
General Funded Rates		2,196.89	2,091.17	1,480.08	1,462.98	317.10	313.84
HPFCS F2 Indirect	CV						
Central Stream/Drains	CV	57.04	57.35				
Plant Pest	Area	247.69	248.04	731.52	732.53	338.20	338.67
Animal Pest Rate	Area	792.23	793.48	2,339.72	2,343.42	379.89	379.79
Land Management	Area	410.28	410.81	1,211.69	1,213.25	560.20	560.92
Pōrangahau Flood	LV						
Wairoa River	CV			521.58	516.83	96.10	95.22
Coastal Hazards	Fixed						
Upper Tukituki River	LV	314.42	350.76				
Economic Development	Fixed	9.76	9.78	19.53	19.56	9.76	9.78
Emergency Management		33.94	34.05	67.88	68.09	33.94	34.05
Targeted Rates		1,865.36	1,904.27	4,891.92	4,893.68	1,418.09	1,418.43
TOTAL RATES		4,062.25	3,995.44	6,372.00	6,356.66	1,735.19	1,732.27
Dollar Increase			-66.81		-15.34		-2.92
Percentage Increase			-164%		-0.24%		-0.17%

Note: The above rates are indicative based on the values of sample properties chosen. The change in rates will vary between properties based on the property values.

Explanation of Rating Method - Types of Rates/ Activities Funded

Types of Rates	Activities Funded	Types of Land to be Rated	Basis of Rating (Local Govt (Rating) Act, Schedule 3)
General Rates	<ul style="list-style-type: none"> Consents and Compliance Integrated Catchment Management Governance and Partnerships Catchment works (part) Erosion Control Scheme 	All Rateable Rating Units within the Region	Land Value using Section 131 of the LGRA
Uniform Annual General Charges	<ul style="list-style-type: none"> Consents and Compliance Integrated Catchment Management Governance and Partnerships 	All Rateable Rating Units within the Region (Refer to Note 1 on following page)	UAGC per SUIP (Refer to Note 2 on following page) Section 15 LGRA (1)
Targeted Rates	Activities Funded	Types of Land to be Rated (Local Government (Rating) Act, Schedule 2)	Basis of Rating (Local Govt (Rating) Act, Schedule 3)
Subsidised Public Transport	Passenger Transport	Those Rating Units within the urban areas of Napier, Hastings & Havelock North including Clive Township but excluding Bay View. Clive Township is capped at \$200,000 LV	Land Value
Heretaunga Plains Control Scheme - Rivers	<ul style="list-style-type: none"> Catchment Works - Direct Benefit F1 - Direct Benefit F2 	Those 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	<ul style="list-style-type: none"> Catchment Works - Direct Benefit 	Those Rating Units receiving direct benefit within one of nine individual drainage catchment areas. All Rating Units within the nine drainage catchment areas a differential of four times for properties with an industrial land use. Raupare enhancement agreement and Karamū enhancement	Land Value/Area/Fixed
Upper Tukituki Catchment Control	<ul style="list-style-type: none"> 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	<ul style="list-style-type: none"> Catchment Works 	All Rating Units in the region excluding Wairoa District.	Equalised Capital Value
Wairoa River & Stream	<ul style="list-style-type: none"> Catchment Works 	All Rating Units in the Wairoa District.	Capital Value
Various Stream & Drainage Schemes	<ul style="list-style-type: none"> Catchment Works 	Location and use of properties with a service of stream and drainage works are provided	Differential Land Value, Area of land within a rating unit, or Fixed amount per Rating Unit Area/Use
Animal and Plant Pest Control	Biosecurity	<p>All rateable rural land containing 4,0469 hectares in the region excluding Rating Units greater than 200 hectares where the land is used for productive purposes.</p> <p>Council has defined land that is covered in more than 90% in indigenous vegetation as not productive.</p> <p>Rating factors are divided into Northern (N) and Southern (S) areas with the Ngāruhero River being the divide. Taupō, Napier and Wairoa are Northern, Central Hawke's Bay and Rangitikei are Southern. Hastings area is included in both Northern and Southern.</p>	Area/Use
	Regional Animal Pest Management Strategy	Land that is used for forestry and have a land area between 40 and 4000 hectares will be levied a differential rate. Council has defined land that is covered in more than 75% in production forestry as being used for forestry purposes.	Area/Use

(continued)

Targeted Rates		Types of Land to be Rated (Local Government (Rating) Act, Schedule 2)	Basis of Rating (Local Govt (Rating) Act, Schedule 3)
Sustainable Land Management	Land Management and Monitoring	All productive rateable rural land containing 4,0469 hectares in the region. Council has defined properties titles subject to QETI Open Space Covenants are not productive.	Area/Use
Plant Pest Strategy	Regional Plant Pest Management Strategy	All rateable rural land containing 4,0469 hectares in the region excluding Rating Units greater than 200 hectares and where the land is used for productive purposes. Council has defined land covered in more than 90% indigenous vegetation as not productive.	Area/Use
Healthy Home/Clean Heat	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 air-shed and insulation for the region.	Land Value
Sustainable Homes- Financial Assistances	Repayment of financial assistance to ratepayers to insulate homes, replace open fires or non-compliant wood-burners, solar heating, PhotoVoltaic cells, domestic water storage, double glazing and septic tank replacement.	Those ratepayers who have opted for financial assistance 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
Farm Plans - Financial Assistance	Repayment of financial assistance to ratepayers to fund the completion of Farm Plans.	Those ratepayers who have opted for financial assistance to be repaid over three years interest free as a fixed amount through a Targeted Differential rate.	Extent of provision of any service to the rating unit
Erosion Control - Financial Assistance	Repayment of financial assistance to ratepayers to fund riparian fencing, planting and maintenance of planted areas for highly - erodible land unsuitable for commercial forestry.	Those ratepayers who have opted for financial assistance 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
Coastal Hazard	To fund development of Stage 4 of the Clifton to Tangoio Coastal Hazards Strategy	All rateable units within Napier and Hastings	UTR per SUIP (Refer to Note 2 below)
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. Wairoa is capped at 5% of total yield	Differential Capital Value Differential UTR per Rating Unit by location
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 Taupō districts	UTR per SUIP (Refer to Note 2 below)

Note 1: In the interest of overall impacts of rating on all ratepayers, the Council wishes to only collect approximately 26.6% of all its rates by using a fixed rate and setting the UAGC at \$45.07 achieves this objective.

Note 2: A Uniform Annual General Charge (UAGC) or Uniform Targeted Rate (UTR) is set on each separately used or inhabited part (SUIP) 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, license 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.

Explanation of Rating Method –

Details of Targeted Rates Calculated within each District and City:

General and Uniform Annual General Rates

Groups of Activities / Rate Type	Districts	Rates set on	Differentials or Units of Charge	Calculation Factor Cents in \$	Estimated Rates Revenue 2020-21	Estimated amount of \$100,000 value per property	2019-20 Rate
General Rate							
	Napier City	Land Value		0.02815	\$1,794,761	\$28.15	\$1,950,405
	Hastings District	Land Value		0.02314	\$3,323,509	\$23.14	\$3,114,994
	Central H B District	Land Value		0.02590	\$932,336	\$25.90	\$977,047
	Wairoa District	Land Value		0.02685	\$394,901	\$26.85	\$397,536
	Taupō District	Land Value		0.02051	\$13,872	\$20.51	\$18,291
	Rangitikei District	Land Value		0.04569	\$12,871	\$45.69	\$13,977
Estimate of Projected Valuation					\$6,472,261		\$6,472,250
Uniform Annual General Charge							
			No. of SUiPs	per SUiP		per SUiP	
	Napier City	Fixed Amount	27,338	45.07	\$1,232,015	\$45.07	\$1,232,015
	Hastings District	Fixed Amount	33,563	45.07	\$1,512,551	\$45.07	\$1,512,551
	Central H B District	Fixed Amount	6,576	45.07	\$296,354	\$45.07	\$296,354
	Wairoa District	Fixed Amount	5,114	45.07	\$230,468	\$45.07	\$230,468
	Taupō District	Fixed Amount	55	45.07	\$2,479	\$45.07	\$2,479
	Rangitikei District	Fixed Amount	5	45.07	\$225	\$45.07	\$225
			72,651		\$3,274,093		\$3,274,093

Explanation of Rating Method –

Details of Targeted Rates Calculated within each District and City

Groups of Activities / Rate Type	Districts	Rates set on	Differentials or Units of Charge	Calculation Factor Cents in \$	Estimated Rates Revenue 2020-21	Estimated amount of \$100,000 value per property	2019-20 Rate
SUBSIDISED PUBLIC TRANSPORT RATE							
	Napier City	Land Value		0.01889	\$1,049,296	\$18.89	\$1,127,490
	Hastings District	Land Value		0.01553	\$861,557	\$15.53	\$780,726
	Clive	Land value		0.01553	\$18,258	\$15.53	\$20,894
	Estimate of Projected Valuation				\$1,929,111		\$1,929,110
RIVER CONTROL			Benefit				
Heretaunga Plains Flood Control Scheme							
	Napier City	Capital Value	Direct	0.00883	\$850,820	\$8.83	\$879,651
	Napier City	Capital Value	Indirect	0.00220	\$313,897	\$2.20	\$317,845
	Hastings District	Capital Value	Direct	0.00710	\$1,006,081	\$7.10	\$976,970
	Hastings District	Capital Value	Indirect	0.00177	\$481,918	\$1.77	\$478,249
					\$2,652,716		\$2,652,715
Upper Tukituki Flood Control Scheme							
	Central H B District	Land Value A	F1 100	0.44415	145,730	\$444.15	\$153,047
	Central H B District	Land Value B	F2 75	0.33311	212,228	\$333.11	\$213,679
	Central H B District	Land Value C	F3 50	0.22208	100,622	\$222.08	\$101,165
	Central H B District	Land Value D	F4 25	0.11104	129,672	\$111.04	\$132,440
	Central H B District	Land Value E	F5 10	0.04442	78,161	\$44.42	\$78,368
	Central H B District	Land Value F	F6 1	0.00444	89,097	\$4.44	\$77,236
	Central H B District	Land Value	U1 25	0.11104	42,552	\$111.04	\$43,266
	Central H B District	Land Value	U2 15	0.06662	7,210	\$66.62	\$7,324
	Central H B District	Land Value	U3 10	0.04442	10,976	\$44.42	\$11,150
	Central H B District	Land Value	U4 1	0.00444	9,232	\$4.44	\$9,208
	Hastings District	Land Value	F5 10	0.03968	\$1,619	\$39.68	\$1,138
	Hastings District	Land Value	F6 1	0.00397	\$3,066	\$3.97	\$2,344
					\$830,165		\$830,165
Coastal Hazards			per SUIP		per SUIP		
	Napier City	Fixed Amount	27,308	3.17899	\$86,906	\$3.18	\$86,967
	Hastings District	Fixed Amount	33,590	3.17899	\$106,898	\$3.18	\$106,837
			60,898		\$193,804		\$193,804
Wairoa River & Streams Scheme				cents in \$	per \$100,000		
	Wairoa District	Capital Value		0.00872	196,986.95	\$8.72	\$196,987
Central & Southern Area Rivers & Streams							
	Napier City	Capital Value		0.00067	\$96,478	\$0.67	\$98,228
	Hastings District	Capital Value		0.00054	\$146,610	\$0.54	\$145,466
	Central HB District	Capital Value		0.00062	\$35,479	\$0.62	\$34,718
	Taupō District	Capital Value		0.00049	\$457	\$0.49	\$581
	Rangitikei District	Capital Value		0.00094	\$334	\$0.94	\$366
					\$279,359		\$279,359

(continued)

Groups of Activities / Rate Type	Districts	Rates set on	Differentials or Units of Charge	Calculation Factor Cents in \$	Estimated Rates Revenue 2020-21	Estimated amount of \$100,000 value per property	2019-20 Rate
STREAMS AND DRAINS							
Napier Meeanee Puketapu							
	Napier City	Land Value	Urban	0.02136	\$845,316	\$21.36	\$848,021
	Napier City	Land Value	Industrial	0.08544	\$192,834	\$85.44	\$193,336
	Hastings District	Land Value	Rural	0.01756	\$26,838	\$17.56	\$23,632
					\$1,064,989		\$1,064,989
Karamū & Tributaries							
	Hastings District	Land Value	Urban	0.02259	\$998,914	\$22.59	\$1,010,619
	Hastings District	Land Value	Industrial	0.09035	\$343,556	\$90.35	\$331,851
					\$1,342,470		\$1,342,470
Raupare							
				cents per hectare		per hectare	
Raupare Enhancement	Hastings District	Area	1,172	1183.76	\$13,877	\$11.84	\$13,877
Raupare							
				cents in \$		per \$100,000	
Raupare Twyford	Hastings District	Land Value	Rural	0.02793	\$165,591	\$27.93	\$165,591
Haumoana	Hastings District	Land Value	Rural	0.06689	\$157,144	\$66.89	\$157,144
Tūtaekurī	Hastings District	Land Value	Rural	0.08898	\$255,758	\$88.98	\$255,758
Weimāte Moteo	Hastings District	Land Value	Rural	0.09205	\$150,501	\$92.05	\$150,501
Pāhōwhai Brookfields	Hastings District	Land Value	Rural	0.11773	\$82,541	\$117.73	\$82,541
Puninga	Hastings District	Land Value	Rural	0.14142	\$111,962	\$141.42	\$117,133
Brookfields Awatoto	Napier City	Land Value	Urban	0.56568	\$61,772	\$565.68	\$56,601
	Napier City	Land Value	Industrial				
					\$999,145		\$999,146
Muddy Creek							
				cents in \$			
	Hastings District	Land Value	Urban	0.05599	\$214,364	\$55.99	\$231,950
	Hastings District	Land Value	Industrial	0.22397	\$61,076	\$223.97	\$43,490
					\$275,440		\$275,440
Karamū							
				per unit		per unit	
Karamū Drainage Mtoe	Hastings District	Fixed Amount	6,073	12.34942	\$74,998	\$12.35	\$74,998
Karamū Enhancement	Hastings District	Fixed Amount	6,073	11.54504	\$70,113	\$11.55	\$70,113
Poukawa							
				cents in \$		per \$100,000	
Poukawa Drainage Special	Hastings District	Land Value	PO1	0.33022	\$36,469	\$330.22	\$36,386
	Hastings District	Land Value	PO2	0.05504	\$1,678	\$55.04	\$1,736
Rating Scheme	Hastings District	Land Value	PO3	0.01101	\$715	\$11.01	\$739
					\$38,862		\$38,861

(continued)

Groups of Activities / Rate Type	Districts	Rates set on	Differentials or Units of Charge	Calculation Factor	Estimated Rates Revenue 2020-21	Estimated Amount per Hectare	2019-20 Rate
STREAMS AND DRAINS							
Pōrangahau Flood Control						per \$100,000	
	Central HB District	Land Value	cents in \$	0.00905	\$42,435	\$9.05	\$42,435
Maraetotara Flood Mitce							
	Hastings District	Capital Value	cents in \$	0.00623	\$13,030	\$6.23	\$13,030
Kairakau Community Scheme						per SUIP	
	Central HB District	Uniform Charge	84 SUIPs	124.82	\$10,485	\$124.82	\$10,485
Paeroa Drainage Scheme Special Rating Area				cents per hectare		per hectare	
	Wairoa District	Area Basis	P1	7,411.97	\$14,016	\$74.12	\$14,016
	Wairoa District	Area Basis	P2	4,817.78	\$5,668	\$48.18	\$5,668
	Wairoa District	Area Basis	P3	3,395.39	\$1,746	\$33.35	\$1,746
	Wairoa District	Area Basis	P4	2,594.19	\$1,135	\$25.94	\$1,135
	Wairoa District	Area Basis	P5	370.60	\$795	\$3.71	\$795
					\$23,360		\$23,360
Ohiua Whakakī Drainage Rating Scheme				cents per hectare			
	Wairoa District	Area Basis	A	14,732.04	\$43,644	\$147.32	\$43,644
	Wairoa District	Area Basis	B	11,785.63	\$10,183	\$117.86	\$10,183
	Wairoa District	Area Basis	C	8,839.22	\$6,219	\$88.39	\$6,219
	Wairoa District	Area Basis	D	4,419.61	\$15,624	\$44.20	\$15,624
	Wairoa District	Area Basis	E	1,473.20	\$3,416	\$14.73	\$3,416
					\$79,086		\$79,086
Upper Makara Stream Catchment Special Rating Scheme				cents per hectare			
	Central HB District	Area Basis	A	14,986.76	\$8,124	\$149.87	\$8,124
	Central HB District	Area Basis	B	11,989.41	\$22,600	\$119.89	\$22,600
	Central HB District	Area Basis	CE	9,741.39	\$34,503	\$97.41	\$34,503
	Central HB District	Area Basis	D	5,245.37	\$6,919	\$52.45	\$6,919
	Central HB District	Area Basis	E	749.34	\$17,276	\$7.49	\$17,276
	Central HB District	Area Basis	F	299.74	\$13,380	\$3.00	\$13,380
					\$102,802		\$102,802
Opoho Drainage/Stream				per SUIP		per SUIP	
	Wairoa District	Fixed Amount	A	15,348.00	\$15,348	\$15,348.00	\$15,348
	Wairoa District	Fixed Amount	B	5,723.00	\$5,723	\$5,723.00	\$5,723
	Wairoa District	Fixed Amount	C	2,289.00	\$2,289	\$2,289.00	\$2,289
					\$23,360		\$23,360

NGĀ KŌRERO PŪTEA | FINANCIAL INFORMATION – 55

(continued)

Groups of Activities / Rate Type	Districts	Rates set on	Differentials or Units of Charge	Calculation Factor	Estimated Rates Revenue 2020-21	Estimated Amount per Hectare	2019-20 Rate
STREAMS AND DRAINS							
Esk River Maintenance				cents per hectare			
	Hastings District	Area Basis	E1	1,970.12	\$4,397	\$19.70	\$4,397
	Hastings District	Area Basis	E2	1,296.77	\$1,819	\$12.97	\$1,820
	Hastings District	Area Basis	R11	1,963.94	\$606	\$19.64	\$606
	Hastings District	Area Basis	R12	8,141.42	\$379	\$81.41	\$379
	Hastings District	Area Basis	R13	27,680.59	\$379	\$275.81	\$379
					\$7,681		\$7,681
DRAINAGE SCHEMES							
Whirinaki Stream Maintenance				cents per hectare			
	Hastings District	Area Basis	W1	20,527.57	\$6,339	\$205.28	\$6,339
	Hastings District	Area Basis	W2	11,066.01	\$515	\$110.66	\$515
	Hastings District	Area Basis	W3	37,488.18	\$515	\$374.88	\$515
	Hastings District	Area Basis	W4	24,439.07	\$3,714	\$244.39	\$3,714
	Hastings District	Area Basis	W5	369.22	\$147	\$3.69	\$147
	Hastings District	Area Basis	W6	4,460.61	\$147	\$44.61	\$147
	Hastings District	Area Basis	W7	1,582.80	\$147	\$15.83	\$147
	TOTAL				\$11,525		\$11,524
Te Ngarue Stream Flood Protection Scheme				cents per hectare			
	Hastings District	Area Basis	TN	3,457.41	\$3,076	\$34.57	\$3,076
	Hastings District	Area Basis	TN1	20,025.68	\$169	\$200.26	\$169
					\$3,245		\$3,245
Kopuawhara Stream Flood Control/Maintenance Scheme				cents per hectare			
	Wairoa District	Area Basis	A	17,348.92	\$2,119	\$173.49	\$2,119
	Wairoa District	Area Basis	B	6,939.57	\$4,299	\$69.40	\$4,299
	Wairoa District	Area Basis	C	3,469.78	\$2,514	\$34.70	\$2,514
	Wairoa District	Area Basis	D	867.45	\$872	\$8.67	\$872
					\$9,805		\$9,805

(continued)

Groups of Activities / Rate Type	Districts	Rates set on	Differentials or Units of Charge	Calculation Factor Cents per hectare	Estimated Rates Revenue 2020-21	Estimated Amount 4,0486 hectare (10 acre) property	2019-20 Rate
BIOSECURITY							
Plant Pest Strategy							
	Napier City	Area Basis	4,313	56.63413	\$2,442	\$2.29	\$2,442
	Hastings District	Area Basis	369,137	56.63413	\$209,057	\$2.29	\$209,057
	Wairoa District	Area Basis	268,231	56.63413	\$151,910	\$2.29	\$151,910
	Central HB District	Area Basis	307,768	56.63413	\$174,302	\$2.29	\$174,302
	Taupō District	Area Basis	22,838	56.63413	\$12,934	\$2.29	\$12,934
	Rangitikei District	Area Basis	24,883	56.63413	\$14,092	\$2.29	\$14,092
			997,170		\$564,738		\$564,738
Regional Animal Pest Management Strategy							
	Napier City	Area Basis	4,322	181.17583	\$7,830	\$7.33	\$7,830
	Hastings District	Area Basis	307,373	181.17583	\$556,885	\$7.33	\$556,885
	Wairoa District	Area Basis	210,766	181.17583	\$381,858	\$7.33	\$381,858
	Central HB District	Area Basis	299,750	181.17583	\$543,074	\$7.33	\$543,074
	Taupō District	Area Basis	8,778	181.17583	\$15,903	\$7.33	\$15,903
	Rangitikei District	Area Basis	23,877	181.17583	\$43,259	\$7.33	\$43,259
			854,866		\$1,548,810		\$1,548,810
Forestry							
	Napier City		0	0	\$0	\$0.00	\$0
	Hastings District	Area Basis	63,926	63.51067	\$40,600	\$2.57	\$40,610
	Wairoa District	Area Basis	55,743	63.51067	\$35,403	\$2.57	\$35,412
	Central HB District	Area Basis	7,306	63.51067	\$4,640	\$2.57	\$4,641
	Taupō District	Area Basis	13,904	63.51067	\$8,831	\$2.57	\$8,833
	Rangitikei District	Area Basis	0	0	\$0	\$0.00	\$0
			140,879		\$89,473		\$89,496
SUSTAINABLE LAND MANAGEMENT STRATEGY							
	Napier City	Area Basis	4,181	93.79984	\$3,922	\$3.80	\$3,922
	Hastings District	Area Basis	406,621	93.79984	\$381,410	\$3.80	\$381,410
	Wairoa District	Area Basis	277,756	93.79984	\$260,535	\$3.80	\$260,535
	Central HB District	Area Basis	303,425	93.79984	\$284,612	\$3.80	\$284,612
	Taupō District	Area Basis	35,583	93.79984	\$33,377	\$3.80	\$33,377
	Rangitikei District	Area Basis	22,363	93.79984	\$20,976	\$3.80	\$20,976
			1,049,929		\$984,832		\$984,832

(continued)

Groups of Activities / Rate Type	Districts	Rates set on	Differentials	Calculation Factor	Estimated Rates Revenue 2020-21	Estimated Amount of \$100,000 Value per property	2019-20 Rate
SUSTAINABLE HOMES SCHEME				cents in \$			
Clean Heat Healthy Homes	Napier City	Land Value		0.005920	\$342,121	\$5.92	\$374,869
	Hastings District	Land Value		0.004866	\$337,112	\$4.87	\$304,364
					\$679,233		\$679,233
SUSTAINABLE HOMES FINANCIAL ASSISTANCE							
Voluntary targeted rate to repay financial assistance to insulate homes and provide clean heat, solar heating, PhotoVoltaic cells, HRV, domestic water storage and septic tank replacement			\$10 per \$100 financial assistance	\$10		\$10.00 per \$100 financial assistance	
ECONOMIC DEVELOPMENT			Rating Units	per Rating Unit		per Rating Unit	
	Napier City	Fixed Amount	24,592	978000	\$240,510	\$9.78	\$241,081
	Hastings District	Fixed Amount	30,863	978000	\$301,840	\$9.78	\$302,049
	Wairoa District	Fixed Amount	4,878	978000	\$47,704	\$9.78	\$47,608
	Central HB District	Fixed Amount	6,253	978000	\$61,164	\$9.78	\$61,088
	Taupō District	Fixed Amount	55	978000	\$538	\$9.78	\$537
	Rangitikei District	Fixed Amount	5	978000	\$49	\$9.78	\$49
TOTAL			66,646		\$651,795		\$652,412
					per \$100,000		
	Napier City	Capital Value	Commercial/ Industrial	0.03301	\$678,949	\$33.01	\$670,901
	Hastings District	Capital Value		0.02653	\$778,460	\$26.53	\$790,826
	Wairoa District	Capital Value		0.03123	\$17,381	\$31.23	\$15,585
	Central HB District	Capital Value		0.03051	\$45,348	\$30.51	\$41,900
TOTAL					\$1,520,137		\$1,519,212
CDEM EMERGENCY MANAGEMENT			SUIPs	per SUIPs		per SUIP	
	Napier City	Fixed Amount	27,305	34.04567	\$929,617	\$34.05	\$929,617
	Hastings District	Fixed Amount	33,587	34.04567	\$1,143,492	\$34.05	\$1,143,492
	Wairoa District	Fixed Amount	5,122	34.04567	\$174,382	\$34.05	\$174,382
	Central HB District	Fixed Amount	6,572	34.04567	\$223,748	\$34.05	\$223,748
TOTAL			72,586		\$2,471,239		\$2,471,239
FARM ENVIRONMENT MANAGEMENT PLANS							
Voluntary targeted rate to repay financial assistance for farm plans		\$33.33 per \$100 Financial Assistance		\$33.33		\$33.33 per \$100 financial assistance	
EROSION CONTROL STRATEGY							
Voluntary targeted rate to repay financial assistance to fund erosion control		\$10 per \$100 financial assistance		\$10		\$10.00 per \$100 financial assistance	

Explanation of Rating Methods – River Control and Drainage/Explanation of Rates

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, Oamaru, Dartmoor Drainage Areas	Land Value	D1	Rateable land situated in the Hastings District and Napier City on the left bank of the Tūtaekurī 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 Tūtaekurī River within the drain catchment area of Oamaru.
Meeanee, Napier, Puketapu, Oamaru, 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.
Karamū Stream and Tributaries	Land Value	D2	Rateable land situated in the Hastings District within the Karamū Stream catchment area which Council considers receives direct benefit of drain and stream maintenance works.
Karamū Stream and Tributaries Industrial	Land Value	D12	Rateable land within the D2 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.
Raupare Enhancement	Area	DA3	Selected properties in the Raupare Catchment (1,101 Hectares) which have agreed to contribute to the enhancement of specific streams and drains in the Raupare Catchment.
Twyford Raupare Industrial	Land Value	D13	Rateable land within D3 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/Te Awanga	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/Te Awanga Industrial	Land Value	D14	Rateable land within the D4 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.
Tūtaekurī-Waimate & Moteo	Land Value	D5	Rateable land situated in the Hastings District within the Tūtaekurī-Waimate, Moteo drainage area which Council considers receives direct benefit of drain and stream maintenance works.

NGĀ KŌRERO PŪTEA | FINANCIAL INFORMATION – 59

(continued)			
River Control and Drainage			Explanation of Rates
Tūteakuri-Waimate Moteo Industrial	Land Value	D15	Rateable land within the D6 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.
Pākōwhai	Land Value	D6	Rateable land situated in the Hastings District within the Pākōwhai, Pungia drainage area which Council considers receives direct benefit of drain and stream maintenance works.
Pākōwhai	Land Value	D16	Rateable land within the D6 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	D17	Rateable land within the D7 differential and being zoned for industrial purposes.
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. 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	D18	Rateable land within the D8 differential and zoned used for industrial purposes.
Pungia	Land Value	D9	Rateable land situated in the Hastings District within the Pungia drainage area which Council considers receives direct benefit of drain and stream maintenance works.
Pungia	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	A - 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	B - 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	C - 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 Rustaniwha 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	D - 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.

(continued)

River Control and Drainage			Explanation of Rates
Central H B District	Land Value	E - 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, Ongaeonga 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	F - 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.
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	E - 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, Ongaeonga 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	F - 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 Special Rating Scheme			
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.
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.

(continued)

River Control and Drainage			Explanation of Rates
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 Special Rating Scheme			
Hastings District	Land value	A	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	B	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	C	Rateable property situated in the Hastings District surrounding Lake Poukawa which HBRC considers receives indirect benefit of the maintenance of the drainage scheme.
Paeroa Drainage Scheme Special Rating Area			
Wairoa District	Area Basis	A	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 and racecourse which HBRC considers receives both direct and indirect benefit of the drain and stream maintenance works.
Wairoa District	Area Basis	B	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	C	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	D	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	E	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.

(continued)			
River Control and Drainage			Explanation of Rates
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.
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 six 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.
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 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.

(continued)

River Control and Drainage			Explanation of Rates
Te Ngarue Stream Flood Protection Scheme			
Hastings District	Area Basis	TN	The rating system has two rating classes 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 two rating classes 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 Maintenance Scheme			
Hastings District	Area Basis	E1	The rating system has three categories, namely Esk (E), Whirinaki(W) and Rural Industry(R). Some of the properties are rated for two 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 three categories, namely Esk (E) Whirinaki (W) and Rural Industry (R). Some of the properties are rated for two 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 three categories, namely Esk (E) Whirinaki (W) and Rural Industry (R). Some of the properties are rated for two 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	R12	The rating system has three categories, namely Esk (E) Whirinaki (W) and Rural Industry (R). Some of the properties are rated for two 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 three categories, namely Esk (E) Whirinaki (W) and Rural Industry (R). Some of the properties are rated for two 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 Council's continued river control works.
Hastings District	Area Basis	W1, W2, W3, W4, W5, W6, W7	The rating system has three categories, namely Esk (E) Whirinaki (W) and Rural Industry (R). Some of the properties are rated for two 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.

(continued)		
River Control and Drainage		Explanation of Rates
Karamū Drainage Maintenance		
Hastings District	Fixed Amount	This scheme covers properties in Havelock North, being properties in the Karamū Catchment, which do not contribute to the Heretaunga Plains Flood Control Scheme- Streams & Drains (Karamū D2). The scheme involves maintenance of the completed enhancement works in the Karamū Stream.
Karamū Enhancement		
Hastings District	Fixed Amount	This scheme covers properties in Havelock North, being properties in the Karamū Catchment, which do not contribute to the Heretaunga Plains Flood Control Scheme- Streams & Drains (Karamū D2). The scheme involves funding for one third the cost of new enhancement works in the Karamū Stream.
Pōrangahau Flood Control		
Central HB District	Land Value	This scheme covers 90km of waterways consisting of the Pōrangahau 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 Pōrangahau Road is not closed so often due to flooding. The Pōrangahau 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.
Maratotara Flood Maintenance		
Hastings District	Capital Value	This scheme reduces the risks of the Maratotara 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 Maratotara 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	UTR	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.

9. Report and Recommendations from the Environment and Integrated Catchments Committee

Councillor Rick Barker introduced the item, as Committee Chair, highlighting consideration of items on water security, the loss of productive land on the Heretaunga Plains to urban development and his resignation from the Committee Chair role.

RC107/20 Resolutions

That Hawke's Bay Regional Council:

1. Receives and considers the "*Report and Recommendations from the Environment and Integrated Catchments Committee*".
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 these items without conferring directly with the community or persons likely to have an interest in them.

Heretaunga Water Security

3. Directs staff to prepare a business case for recommendations of a Heretaunga water storage site or sites to be committed to pre-feasibility investigations based on the final report from Tonkin and Taylor and that meet the following objectives.
 - 3.1. Maximum Requirement - The site(s) provides a storage volume sufficient to maintain environmental outcomes for future climatic conditions, and provide additional supply to meet the foreseeable needs of future generations.

Reports Received

4. Notes that the following reports were provided to the Environment and Integrated Catchments Committee
 - 4.1. Cr Rick Barker Notice of Motion: Climate Mitigation Hawke's Bay (*resolved: adjourns debate and refers the matter to the 29 July 2020 Hawke's Bay Regional Council meeting for consideration as accompanied by a staff report providing options and processes available to progress the proposal.*)
 - 4.2. Urbanisation of Heretaunga Plains (*resolved: receives and notes the "Urbanisation of Heretaunga Plains" presentation, notes the significant increase of the urban footprint, loss of production land and the fundamental importance of productive soils, and urges the HPUDS Implementation Working Group to take urgent actions to protect fertile land and productive soils.*)
 - 4.3. Farm Environmental Management Plans
 - 4.4. Integration of Predator Free Hawke's Bay with Council's Strategic Objectives
 - 4.5. Right Tree Right Place Update (*resolved: requests staff put forward a concept model and business case through the Finance, Audit and Risk Sub-committee for report back to the Environment and Integrated Catchments Committee when finalised.*)
 - 4.6. Scheme Ecological Management and Enhancement Plans - Braided River Bird Census
 - 4.7. Lincoln University 2019 Survey - Public Perceptions of NZ's Environment: 2019
 - 4.8. Heretaunga Plains Flood Control Scheme Level of Service Review Update.

van Beek/Ormsby
CARRIED

Election of Environment and Integrated Catchments Committee (EICC) Chair and Deputy

5. Call for nominations for the role of EICC Chairperson
 - 5.1. Hinewai Ormsby nominated by Rick Barker, seconded by Martin Williams.
6. There being no further nominations, Hinewai Ormsby was elected Chair of the EICC.
7. Call for nominations for the role of EICC Deputy Chairperson
 - 7.1. Rick Barker nominated by Hinewai Ormsby, seconded by Rex Graham
8. There being no further nominations, Rick Barker was elected Deputy Chair of the EICC.

10. Councillors' 2020-21 Remuneration

The item was taken as read.

RC108/20 Resolutions

That Hawke's Bay Regional Council:

1. Receives and considers the "Councillors' 2020-21 Remuneration" staff report
2. Confirms the consequential changes to the remuneration of councillors resulting from the Local Government Members (2020-21) Determination and distribution of the pool to account for six positions of responsibility for effect from 1 July 2020.

Barker/van Beek
CARRIED

11. Māori Committee Members' Remuneration

Pieri Munro introduced the item, which was taken as read.

RC109/20 Resolutions

That Hawke's Bay Regional Council:

1. Receives and considers the "Māori Committee Members' Remuneration" 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 or persons likely to have an interest in the decision.
3. Sets the remuneration rate for Taiwhenua representative members of the Māori Committee at \$452 per meeting plus reimbursement of approved, associated travel costs, for effect from 4 March 2020.
4. Sets the remuneration rate for the Māori Committee Co-chairs, for effect from 4 March 2020 (being the date of appointment) at \$27,500 split evenly, being \$13,750 each per annum plus reimbursement of approved, associated travel costs.

**Barker/Ormsby
CARRIED**

12. Regional Planning Committee Tangata Whenua Representation on Council's Committees

Pieri Munro introduced the item, which was taken as read.

Charles Lambert left the meeting at 11.49am

RC110/20 Resolutions

That Hawke's Bay Regional Council:

1. Receives and considers the "Regional Planning Committee Tangata Whenua Representation on Council's Committees" staff report.
2. Confirms the appointment of:
 - 2.1. Apiata Tapine as the RPC tangata whenua representative member of the Environment and Integrated Catchments and Corporate and Strategic committees and Climate Change Working Group
 - 2.2. Apiata Tapine and Tania Huata as the RPC tangata whenua representative members of the Hearings Committee
 - 2.3. Apiata Tapine as the RPC tangata whenua representative to participate in Regional Council meetings, with full speaking rights but no voting rights.
3. Confirms that the remuneration to be paid for attendance at Regional Council and Committee meetings is \$452 per meeting plus associated travel cost reimbursement, to be paid upon approval of an eligible Travel Claim Form submitted by the tangata whenua representative.

**Barker/Ormsby
CARRIED**

13. HBRC Workshop Guidance

James Palmer introduced the item, which is the result of discussions with councillors and others seeking clarification.

Charles Lambert re-joined the meeting at 11.58am

RC111/20

Resolutions

That Hawke's Bay Regional Council:

1. receives and considers the "*HBRC Workshop Guidance*" staff report
2. endorses the HBRC Workshops Guidance document for implementation as amended to incorporate:
 - 2.1 the ability for the Tangata Whenua representative to nominate an alternate tangata whenua Committee member to attend a workshop if they are unavailable
 - 2.2 'not formally debating for decision making'

**van Beek/Lambert
CARRIED**

14.

Report and Recommendations from the Regional Planning Committee

Ceri Edmonds, Acting Group Manager Strategic Planning, introduced the item and provided an overview of the recommendations.

RC112/20

Resolutions

That Hawke's Bay Regional Council:

1. Receives and notes the "*Report and Recommendations from the Regional Planning Committee*".
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.

Proposed Plan Change 7 – Hearing Commissioner Appointments

3. For the Plan Change 7 hearings, appoints the following person as a Commissioner who has a good understanding of Tikanga Māori, cultural and spiritual values, and the perspectives of local iwi or hapu:
 - 3.1. Dr Roger Maaka
4. For the Plan Change 7 hearings, appoints the following two people as Commissioners, with experience in RMA policy development, outstanding values assessments and familiar with the setting in Hawke's Bay
 - 4.1. Christine Scott
 - 4.2. Dr Brent Cowie (Chair)
5. For the Plan Change 7 hearings, agrees that the following people are Reserve Commissioners:
 - 5.1. Glenice Paine
 - 5.2. Rauru Kirikiri
 - 5.3. Mark Farnsworth
 - 5.4. Tania Huata
 - 5.5. Liz Palmer *Chair Certificate.
6. Delegates authority to the Plan Change 7 Hearing Panel to hear and issue decisions on the Council's behalf relating to submissions received on Proposed Plan Change 7.

7. Delegates authority to the Chief Executive or his nominee to undertake all the necessary operational and logistical arrangements to establish the Panel, including replacing a commissioner should they become unavailable, and support the Panel in carrying out its functions in a timely and cost-efficient manner.

Reports Received

8. Verbal Update on the Tukituki Plan Change 6A Process.

**van Beek/Lambert
CARRIED**

15.

Affixing of 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 Unit B and Accessory Units B1, B2 & B3 at 26C Ashridge Road, Napier Part Lot 2 DP 17786 CT K3/59; and Part Lot 2 on Leasehold Title 52370 - Agreement for Sale and Purchase	4398	23 June 2020
	1.1.2 Unit A and Accessory Units A1 & A2 at 26B Ashridge Road, Napier Part Lot 2 DP 17786 CT K3/59; and Lot 1 on Leasehold Title 52370 - Agreement for Sale and Purchase	4399	23 June 2020
	1.1.3 Lot 92 DP 13039 CT E2/140 - Agreement for Sale and Purchase	4400	15 July 2020

RC113/20

Resolutions

That Hawke's Bay Regional 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.
2. Confirms the action to affix the Common Seal.

**Barker/van Beek
CARRIED**

17.

Climate Action Communications Campaign

Rebecca Ashcroft-Cullen and Jenny Keown introduced the item and presented the proposed six week campaign. Discussions covered:

- Seeking feedback on imagery in particular, which is intended to be attention grabbing and provocative
- Key objectives are to position council as lead climate crisis authority, localise the climate crisis and inspire change in community, primary industry and business
- Key messages are "climate crisis is our biggest threat", "HBRC is taking action in

several ways” and “foster a resilient community”.

- Initial six week campaign will lead into long term engagement intended to act as a catalyst for behaviour change through a sustained, long term engagement with the community
- Survey to ascertain community views on the climate crisis including whether they think Council is doing enough and whether they would be willing to pay higher rates for more action on climate change
- Climate Crisis Hub on HBRC website with local statistics and information
- Using video case studies to profile rural, business and community initiatives
- Youth Environment Council to assist with social media campaign
- TLAs interested in participating but have not yet started planning anything specific
- Climate Action focus of the Long Term Plan through a suite of interventions.

RC114/20

Resolution

That the Hawke’s Bay Regional Council receives and notes the “*Climate Action Communications Campaign*” staff report and supports the implementation of all the initiatives the report envisages.

**Barker/Williams
CARRIED**

21. Discussion of Minor Matters Not on the Agenda

Topic	Raised by
3 waters consultation with tangata whenua Tangata whenua have been invited to several workshops as representatives on various TLA and Regional Council committees and would appreciate guidance about the level of participation expected	Mike Paku
Government announcement about Lake Onslow Notes recent announcement of significant Central Government funding awarded for hydro investigations at Lake Onslow and would like councillors to be kept informed on progress of that initiative	Craig Foss

The meeting adjourned at 12.55pm and reconvened at 1.32pm

18. Future Farming Trust Annual Report and Presentation

Te Pou Whakarae, Pieri Munro, welcomed the Trustees to the meeting. John van der Linden (chair), introduced Philip Schofield (Vice Chair), Scott Lawson (Treasurer), Liz Krawczyk, Will Foley and Tom Belford and advised Greg Hart has tendered his apologies. Queries and discussions covered:

- The Trust’s mission statement is “Promote, inspire and celebrate profitable farming systems that enrich the environment and the community”
- Initial projects include Soil Carbon - to measure the ability of farm practices to increase soil carbon, and Economic/environmental assessment (with Barry Ridler) - working with ten dairy and sheep & beef farms across Hawke’s Bay to measure all inputs and outputs, model how various interventions might improve performance, and then monitor the outcomes from changed or alternative practices to provide HB data and evidence
- Still in formative stages of establishing links to other rural sector organisations and groups such as Beef & Lamb, MPI and others to promote the adoption of better farming practices, e.g. regenerative farming, including co-funding opportunities.

RC115/20 **Resolution**

That the Hawke's Bay Regional Council receives and notes the "Hawke's Bay Future Farming Trust Annual Report and Presentation".

**Foley/Barker
CARRIED**

Neil Kirton arrived at 2.10pm

16. Climate Change Mitigation

James Palmer introduced the item, which provides additional information sought by the Environment and Integrated Catchments Committee to enable decision making on Councillor Barker's Notice of Motion. In addition, Mr Palmer advised that feedback from the HB Leaders Forum was enthusiastic support for working collaboratively to address Climate Change, although TLAs have questions relating to the adaptation/mitigation balance, are not yet ready to commit to anything, and have not yet specifically considered any associated Long Term Plan initiatives or funding.

Staff advice remains that funding a climate mitigation unit from the Disaster Damage Reserve as proposed requires a change to the purpose for which the fund was created, including consultation with the community, subject to Audit, and the most appropriate time to undertake consideration of this would be alongside Council's priorities through the Long Term Plan process.

RC116/20 **Resolutions**

That Hawke's Bay Regional Council **receives and considers** Cr Barker's Notice of Motion; being:

1. The [Environment and Integrated Catchments Committee] notes the range of Council actions connected to climate change, including:
 - 1.1. The decision by Council on 27 June 2019 to declare a climate emergency
 - 1.2. Council's activities in climate adaptation such as the work on the Coastal Hazards Strategy with initiatives to strengthen the regions stop-banks
 - 1.3. Council's contribution to reducing greenhouse gases with its tree plantings and the plans for further extensive plants in the 'right tree right place' initiative.
2. The committee notes that central government will lead a country wide approach to climate change but observes that currently at the regional level there is a lack of organised and structured activity focused on mitigating the effects of climate change which needs to be effected by individuals, households and at the enterprise and industry levels.
3. The committee recommends to Council that it takes timely steps to address this by undertaking the following.
 - 3.1. Set up a semi-autonomous unit similar to Civil Defence; to be called 'Climate Mitigation Hawke's Bay' [CMHB]
 - 3.1.1. That it have a governance structure of Regional Council Chair, the region's four Mayors and the Chair of Ngati Kahungunu Iwi Incorporated.
 - 3.1.2. That it have a minimum staff of three, with the necessary facilities and support to be effective.
 - 3.2. The remit for the unit is to be the catalyst for encouraging the regions individuals, households, whanau, enterprises and industries to take reasonable and measurable steps to reduce and mitigate their greenhouse gas emissions. To encourage and annual reduction by all to ensure the region is carbon neutral by 2050.

- 3.2.1. CMHB can bring forward proposals to the Regional Council and to Government on policies and initiatives that will alleviate the effects of climate change.
- 3.2.2. CMHB will report at least every six months to the region's councils on its activities.
- 3.2.3. CMHB will in the initial stages be funded from the Regional Disaster Damage Relief Fund. This arrangement be reviewed after two years and should CMHB prove effective Council at that point can resolve to make CMHB part of the Council's plans and if not the entity be abandoned.
- 3.3. The Committee notes that CMHB will not be supported by legal powers to bring about change that it will be reliant on the moral case of all making changes to avert a climate disaster for future generations. That Hawke's Bay cannot solve this issue alone but that the region has an obligation to do its very best to mitigate the effects of climate change and this Council and region will be judged not on what it said about climate change but what it did."

**Barker/Kirton
CARRIED**

Discussions and queries traversed:

- Options are to either resolve the notice of motion as proposed, resolve to undertake due diligence around the proposal through the Long Term Plan development process or to resolve an alternative course of action
- Staff advice remains that the Long term plan process is the appropriate vehicle for considering a proposal of this scale and nature, fully informed by and compared /prioritised with all other proposed initiatives across Council activities
- Suggestion to undertake pre-consultation to test community appetite ahead of embarking on formal LTP consultation and discussion of associated cost and resource implications
- Frustration at the perceived lack of 'action' on Climate Change
- Would like specific focus on Climate Change rather than integrated across activities as currently
- No budget for specific consultation on this proposal, which would come out of the Marketing and Communications budget which has just been repurposed for the Climate Action campaign
- If pre-consultation confirms community's support for autonomous unit then proposal would be included as an audited proposal in the LTP consultation document
- \$200,000 budgeted for climate change in 2020-21 Annual Plan at a March workshop, which was subsequently removed to enable 0% rates increase
- Autonomous unit would be effective as able to focus solely on Climate Change

RC117/20 Substantive Resolutions

1. That Hawke's Bay Regional Council receives and considers the "Climate Change Mitigation" staff report.
2. Agrees that this decision significantly alters the service provisions already set out in the 2018-28 Long Term Plan and 2020-21 Annual Plan that have been subject to public consultation processes and that a public consultation process should be undertaken to 'test' the community's support for the extra funding and the new service.
3. Instructs staff to investigate setting up a semi-autonomous unit similar to Civil Defence and other options for further effective climate change mitigation action initiatives through the 2021-31 Long Term Plan development process which will include consultation with the community as part of pre-LTP informal consultation
 - 3.1. That the unit be called 'Climate Mitigation Hawke's Bay' [CMHB]

- 3.2. That invitations be extended to the Regional Council Chair, the region's four Mayors and the Chair of Ngati Kahungunu Iwi Incorporated to form the governance structure
- 3.3. has dedicated staff and the necessary facilities and support to be effective.
4. The remit for the unit is to be the catalyst for encouraging the regions individuals, households, whanau, enterprises and industries to take reasonable and measurable steps to reduce and mitigate their greenhouse gas emissions. To encourage and annual reduction by all to ensure the region is carbon neutral by 2050.
 - 4.1. CMHB can bring forward proposals to the Regional Council and to Government on policies and initiatives that will alleviate the effects of climate change.
 - 4.2. CMHB will report at least every six months to the region's councils on its activities.
5. Notes that CMHB will not be supported by legal powers to bring about change that it will be reliant on the moral case of all making changes to avert a climate disaster for future generations. That Hawke's Bay cannot solve this issue alone but that the region has an obligation to do its very best to mitigate the effects of climate change and this Council and region will be judged not on what it said about climate change but what it did."

Barker/Williams

For: Barker, Ormsby, Williams, Kirton, Graham

Against: Foley, van Beek, Lambert, Foss

CARRIED

Item - 17. Climate Action Communications Campaign - was considered immediately following item 15 Affixing Common Seal.

Item - 18. Future Farming Trust Annual Report and Presentation - was considered immediately upon the meeting reconvening at 1.32pm

19. Report from the 8 July 2020 Māori Committee Meeting

The item was taken as read.

RC118/20 Resolution

That the Hawke's Bay Regional Council receives and notes the "Report from the 8 July 2020 Māori Committee Meeting".

Barker/Lambert

CARRIED

20. Councillors' Reports from July 2020 Meetings of Outside Bodies

There were no meetings to report.

Item - 21. Discussion of Minor Matters Not on the Agenda – was considered immediately prior to the meeting adjourning at 12.55pm.

The meeting adjourned at 3.20pm and reconvened at 3.28pm with Charles Lambert absent

22. Public Excluded Recommendations from the Environment and Integrated Catchments Committee

RC119/20 Resolution

GENERAL SUBJECT OF THE ITEM TO BE CONSIDERED

Public Excluded Recommendations from the Environment and Integrated Catchments Committee

REASON FOR PASSING THIS RESOLUTION

s7(2)(i) That the public conduct of this agenda item would be likely to result in the disclosure of information where the withholding of the information is

GROUND UNDER SECTION 48(1) FOR THE PASSING OF THE RESOLUTION

The Council is specified, in the First Schedule to this Act, as a body to which the Act applies.

necessary to enable the local authority holding the information to carry out, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations).

**Barker/van Beek
CARRIED**

23. Confirmation of Public Excluded Minutes of the Regional Council meeting held on 24 June 2020

RC120/20 Resolution

That Hawke's Bay Regional Council excludes the public from this section of the meeting being Confirmation of Public Excluded Minutes Agenda Item 23 with the general subject of the item to be considered while the public is excluded; the reasons for passing the resolution and the specific grounds under Section 48 (1) of the Local Government Official Information and Meetings Act 1987 for the passing of this resolution being:

GENERAL SUBJECT OF THE ITEM TO BE CONSIDERED	REASON FOR PASSING THIS RESOLUTION	GROUND UNDER SECTION 48(1) FOR THE PASSING OF THE RESOLUTION
Public Excluded Recommendations from the Corporate and Strategic Committee	<p>7(2)(f)(ii) The withholding of the information is necessary to maintain the effective conduct of public affairs through the protection of such members, officers, employees, and persons from improper pressure or harassment</p> <p>s7(2)(b)(i) That the public conduct of this agenda item would be likely to result in the disclosure of information where the withholding of the information is necessary to ensure a trade secret is not disclosed</p> <p>s7(2)(b)(ii) That the public conduct of this agenda item would be likely to result in the disclosure of information where the withholding of that information is necessary to protect information which otherwise would be likely unreasonably to prejudice the commercial position of the person who supplied or who is the subject of the information</p> <p>s7(2)(i) That the public conduct of this agenda item would be likely to result in the disclosure of information where the withholding of the information is necessary to enable the local authority holding the information to carry out, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations)</p>	The Council is specified, in the First Schedule to this Act, as a body to which the Act applies.

**Barker/van Beek
CARRIED**

The meeting moved into Public Excluded session at 3.28pm and out of Public Excluded session at 3.50pm

Pieri Munro offered a karakia to close the meeting.

Closure:

There being no further business the Chairman declared the meeting closed at 3.50pm on Wednesday, 29 July 2020.

Signed as a true and correct record.

DATE:

CHAIRMAN: