

ROTORUA DISTRICT COUNCIL

His Worship the Mayor
Chairperson and Members
FINANCE COMMITTEE

OKAREKA AND BLUE LAKE SEWERAGE SCHEME FUNDING POLICY

Report prepared by: Mark Buckley, Senior Planner Hydrus
Report approved by (Director): Nico Claassen, District Engineer

1. PURPOSE

The purpose of this report is for the Committee to consider the indicative cost per property of connecting to the proposed Okareka / Blue Lake Sewerage Scheme. The community will be informed of the indicative cost adopted before proceeding with the construction of the proposed scheme.

2. RECOMMENDATION 10

- 2.1 THAT THE COMMITTEE RECEIVE THE REPORT ENTITLED OKAREKA / BLUE LAKE FUNDING POLICY.**
- 2.2 THAT THE COMMITTEE ADOPT THE RECOMMENDATION TO PROCEED WITH THE OKAREKA / BLUE LAKE SEWERAGE SCHEME WITH THE INDICATIVE TARGETED RATES/VOLUNTARY LUMP SUM CONTRIBUTIONS PER HOUSEHOLD UNIT EQUIVALENT (HUE) SET AS FOLLOWS:**

AREA	INDICATIVE VOLUNTARY LUMP SUM CONTRIBUTION (EXCL GST)* PER HUE ONE OFF	INDICATIVE TARGETED RATE (EXCL GST)*	
		QUARTERLY	YEARLY
OKAREKA	\$12,746.99	\$252.81	\$1,011.23

* CONTRIBUTION SUBJECT TO FINAL CONSTRUCTION COST.

- 2.3 THE COMMITTEE ADOPT THE INDICATIVE LUMP SUM CONTRIBUTION AMOUNT FOR THE BLUE LAKE CAMPING GROUND AND COUNCIL PUBLIC TOILETS AS FOLLOWS:**

MULTIPLE HUES	INDICATIVE VOLUNTARY LUMP SUM CONTRIBUTION (EXCL GST) ONE OFF	INDICATIVE TARGETED RATE (EXCL GST)	
		QUARTERLY	YEARLY
BLUE LAKE CAMPING GROUND (16 HUES)	\$203,951.84	\$4,044.91	\$16,179.65
OKAREKA PUBLIC TOILETS (6 HUES)	\$76,481.94	\$1,516.84	\$6,067.37
TIKITAPU PUBLIC TOILET (13 HUES)	\$165,710.87	\$3,286.49	\$13,145.97

2.4 THAT THE COMMITTEE RESOLVE TO ADOPT THAT ALL OF THE ABOVE INFORMATION BE PROVIDED TO THE COMMUNITY BEFORE PROCEEDING WITH THE CONSTRUCTION OF THE SCHEME.

3. EXECUTIVE SUMMARY

The detailed engineering design of the Okareka / Blue Lake Sewerage Scheme has been completed and corresponding costs estimates have been prepared. The tenders for the work will close on 8 September 2009.

Central Government has committed to provide subsidy of 50% up to a maximum of \$4,600,000 (GST exclusive) towards the cost of the scheme. The Rotorua District Council under its current policy will also provide a subsidy of \$1,500 (GST exclusive) per existing Household Unit Equivalent that is included in the scheme.

This report provides details of the calculation of the indicative contribution of each property within the scheme area taking into consideration the total estimated cost of the project and applying all the subsidies they are entitled to.

4. BACKGROUND

Current Council Policy and Practice is to first adopt a funding policy related to a specific sewerage scheme and inform the rate payers within the sewerage scheme area of the indicative cost they would incur before proceeding with the construction of the scheme.

The Local Government (Rating) Act 2002 Section 117 B(3) requires local authorities to develop and adopt a Capital Project Funding Plan before they could collect rates related to a specific capital project.

The report providing details on how the cost contribution per property within the scheme area has been calculated including all other information required under the Local Government (Rating) Act 2002 and Council policy is appended.

5. STRATEGIC PURPOSE / POLICY / LEGISLATION

The Okareka / Blue Lake Sewerage Scheme are part of the Lakeside Communities Sewerage Scheme Programme in the LTCCP.

6. CONSULTATION

Consultation with the community is an integral part of the planning and design of the scheme. The community will also be informed of the resulting cost per property for connecting to the scheme prior to starting with the construction of the scheme.

7. APPENDICES

Appendix 1 – Capital Project Funding Plan for Lake Okareka / Blue Lake Sewerage Scheme.

Capital Project Funding Plan for Lake Okareka and Lake Tikitapu Sewerage Scheme, Rotorua

The Lake Okareka and Lake Tikitapu Sewerage Scheme Capital Project Funding Plan in accordance with Section 117B(3) of Local Government (Rating) Act 2002.

Scheme Area

The Lake Okareka and Lake Tikitapu Sewerage Scheme covers those properties located within the lakeside settlement of Okareka, spanning from Boyes Beach in the north to Acacia Road in the south. The sewerage scheme also includes the Blue Lake Camp Ground and three public toilets within the Tikitapu catchment. The scheme area is delineated in the appended plan and has been included within the District Council's 2009 Ten Year Plan (Appendix 2).

The proposed serviced area covered under this funding policy does not include the proposed development of the Royal's property, Playne's farm, Crater Lake Development and those properties serviced on Tarawera Road from numbers 393 to 417 Tarawera Road.

Dates

The Lake Okareka and Lake Tikitapu Sewerage Scheme Capital Project Funding Plan will commence 1 July 2010 and expire 30 June 2035.

The Lake Okareka and Lake Tikitapu Sewerage Scheme essential dates, as follows:

Council Dates

Presented to Finance Committee	9 September 2009,
Presented to Full Council	24 September 2009,
Adoption of plan into Annual Plan:	29 June 2010.

Construction Dates

Construction Start Date:	1 October 2009,
Construction Completion Date:	30 September 2010.

Payment Dates

Invitation of payment option sent to ratepayers:	1 May 2010,
Final date for election of payment option:	1 June 2010,
Lump Sum Payment Invoices:	1 July 2010,
Target rate on rates demand:	1 July 2010,
Final Payment for Lump Sum	25 May 2011,

Funding plan to be reported in 2010/11 Annual Plan.

Estimated Scheme Cost

The total estimated cost for the Lake Okareka and Lake Tikitapu Sewerage scheme is:

\$11,866,396 (excl GST)

The sewerage scheme cost includes:

- Preliminary and Generals,
- Supply contract (LPGP units)
- On-property Reticulation Construction
- Street Main Construction
- Proportion of WWTP upgrade, and
- Lakes Sewer Trunk Main,
- Contingencies, and
- Engineering Design and Supervision (10%).

The scheme cost has taken into account the future development of those areas to be serviced by low pressure grinder pumps, in mains infrastructure. But it does not incorporate the future value of the on-site low pressure grinder pump infrastructure and installation. A complete breakdown of costs is appended.

Funding Breakdown

Central Government

The sewerage scheme will be subject to three funding processes. The District Council has been provided funding subsidy by Central Government equivalent to about 50% of the total original estimated project cost up to a maximum of \$4,600,000 (GST exclusive).

The cost estimate exceeds that originally given to the Ministry for the Environment. The original estimate was for Okareka's proportion of the Lake Sewer Trunk Main from Tarawera to Hona Road. The cost given in appendix 2 includes the total cost of the Lake Sewer Trunk Main, which includes contribution from Tarawera and Okareka.

The detailed Engineers Cost Estimate for Okareka only is \$8,908,198.55 (GST excl) as part of the detailed design by the Project Engineer sees the original maximum \$4.6 million Central Government subsidy equivalent to 51.6%. This subsidy is only for the Okareka portion of the Lakes Sewer Trunk Main and the local reticulation of Okareka and Blue Lake.

Regional Council

Environment Bay of Plenty is not contributing anything in line with its policies as part of their "Regional Assistance for Territorial Local Authority Promoted Sewage Reticulation Schemes to achieve Environmental Objectives'. The Regional Council funding scheme is based around providing assistance to those areas that would qualify based on inability to pay criteria. The inability to pay criteria uses the deprivation index as developed by the Ministry of Health from census data (2001).

District Council

In addition to the Ministry for the Environment subsidy, the District Council is contributing \$1,500 per existing HUE as a general subsidy towards the costs of the sewerage scheme in line with the council funding policy. For Okareka this is based on the total number of existing household unit equivalents (HUEs) of 296. This results in a District Council contribution of \$444,000 (excluding GST).

Breakdown of Costs

The breakdown in funding is as follows:

Total estimated scheme costs:	\$11,866,396 (ex GST)
Central Government subsidy (50%):	\$4,454,099 (ex GST)
Regional Council subsidy:	\$0
Existing Council subsidy:	\$444,000 (ex GST)
Remaining Cost to be funded by residents:	\$6,968,297 (ex GST)

The remaining cost to be funded by residents includes a component of the Lake Sewer Trunk Main (LSTM) to be funded by present and future development in Okareka and Tarawera. The actual proportional contribution for the LSTM is as follows:

Tarawera component	\$2,958,197 (ex GST)
Okareka component	\$1,791,507 (ex GST)
Total combined LSTM	\$4,749,704 (ex GST)

Subtracting the Tarawera proportion of the LSTM from the resident's contribution would give the total contribution to be collected from the residents of Okareka as:

Remaining costs funded by Okareka residents:	\$4,010,100 (ex GST)
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All of the balance of remaining costs to be funded by residents identified above shall be funded by way of either a voluntary lump sum contribution or a related targeted rate.

Capital Contributions

In general the lump sum contribution and related targeted rate was calculated on the basis of the remaining costs to be funded by the residents, once subsidies were taken into account, divided by the number of ultimate household equivalent units.

Within the sewerage scheme area there are a number of establishments that have wastewater flows in excess of a single Household Unit Equivalent (HUEs). The calculation of the HUEs is based on typical peak wastewater flows from the design allowances as specified in the Environment Bay of Plenty On-site Effluent Treatment Regional Plan 2006 (appended).

The exception to this is the Blue Lake Holiday camp, where average summer occupancy of 50 people per day was used instead of the peak wastewater flow. The peak occupancy of 700 people per night would result in a peak daily wastewater flow of 84 cubic metres. This equates to an HUE equivalent of 151. The average summer occupancy equates to an HUE of 16.

Okareka Public Toilets	6 HUEs
Tikitapu Public Toilets	13 HUEs
Blue Lake Camping Ground	16 HUEs

A breakdown of the HUEs calculations is appended.

The indicative lump sum contribution and targeted rate for each household unit equivalent for the Lake Okareka and Lake Tikitapu Sewerage Scheme is as follows:

Okareka HUEs

Lump Sum (Excl. GST)	One off	\$12,746.99
Targeted Rate (Excl. GST)	Quarterly	\$252.81
	Yearly	\$1,011.23

Blue Lake Camping Ground

Lump Sum (Excl. GST)	One off	\$203,951.84
Targeted Rate (Excl. GST)	Quarterly	\$4,044.91
	Yearly	\$16,179.65

District Council Toilets for Okareka and Tikitapu

Lump Sum (Excl. GST)	One off	\$242,192.81
Targeted Rate (Excl. GST)	Quarterly	\$4,803.33
	Yearly	\$19,213.34

These are indicative costs only based on the engineers estimate. The targeted rate uses the present interest rate as set in the 2009/19 LTCCP of 6.25%.

Payment Options

In accordance with payment options previously implemented for the Mourea/Okawa Bay, Hinemoa Point and Rotokawa/Brunswick Sewerage Schemes, residents are to be given a choice of either paying a lump sum contribution or paying a targeted rate for the next 25 years.

The residents will be sent a letter explaining the payment options on 1 May 2010, inviting them to choose which payment option they want. The residents have until 1 June 2010 to decide which payment options they want. Should the resident fail to respond by the June deadline will automatically be recorded under the targeted rate payment option.

For those residents that have chosen the lump sum payment option, an invoice will be sent on 1 July 2009. The residents will be given ten months to pay the invoice. Residents will have the targeted rate appear on their rates notice until they pay the voluntary lump sum. Any targeted rates payments made before the lump sum payment will be credited back onto the rates.

The Targeted rate will apply from 1 July 2010 to 30 June 2035 with the first payment appearing on the 1 July 2010 rates demand.

Conditions for Recalculation of Funding

Recalculation of capital contribution is at the discretion of the District Engineer.

Should the District Engineer choose to recalculate the targeted rate, the residents will be informed within four weeks after the final completion of the sewerage scheme. This includes the contractors' liability period. Any amendment to the targeted rate will need to be released through and Annual Plan or Ten year Plan process prior to implementation.

Subdivision and Development

All new subdivisions and developments within the Lake Okareka and Lake Tikitapu Sewerage Scheme area will be serviced by a low pressure grinder pump sewerage system only; in line with council policy.

The capital costs for sewerage infrastructure associated with any subdivision and/or development will be calculated in accordance with the Development Contribution Policy of council.

Funding Plan Expiry Date

This funding plan will expire on 30 June 2035.

Consultation Process

The Regional and District Councils in conjunction with the Te Arawa Maori Trust Board joined together to set up a working party in 1998 for the development of a Strategy for the Lakes of the Rotorua District. The issue of sewerage reticulation for the lakeside communities was first identified in the strategy.

Following on from the Lakes Strategy, the working party comprising Te Arawa Maori Trust Board, Environment Bay of Plenty and Rotorua District Council in consultation with stakeholders developed the Lake Okareka Catchment Management Plan (LOCMAP). LOCMAP was finalised in June 2004, with one of the main actions for reducing nutrients into the lake being the reticulation and treatment of sewage.

The District Council has held a number of community meetings in Okareka about the sewerage scheme. The first was in January 2004 and the last being a road show demonstration in July 2009. A hui was held 19th March 2006 at Apumoana Marae to canvas feedback from local tangata whenua. The District Council has also gone through a designation process for the placement of sewerage infrastructure within the Okareka catchment (Lakes A Zone) in accordance with the District Plan. The designation was granted in October 2006.

The District Council started collecting Local Government Act approvals from property owners for the location of LPGP units and discharge lines in accordance the Local Government Act (2002). The majority of approvals have been obtained from the property owners. For those that have not responded to council's correspondence the council can assume unconditional approval in line with Schedule 12 of the Local Government Act (2002).

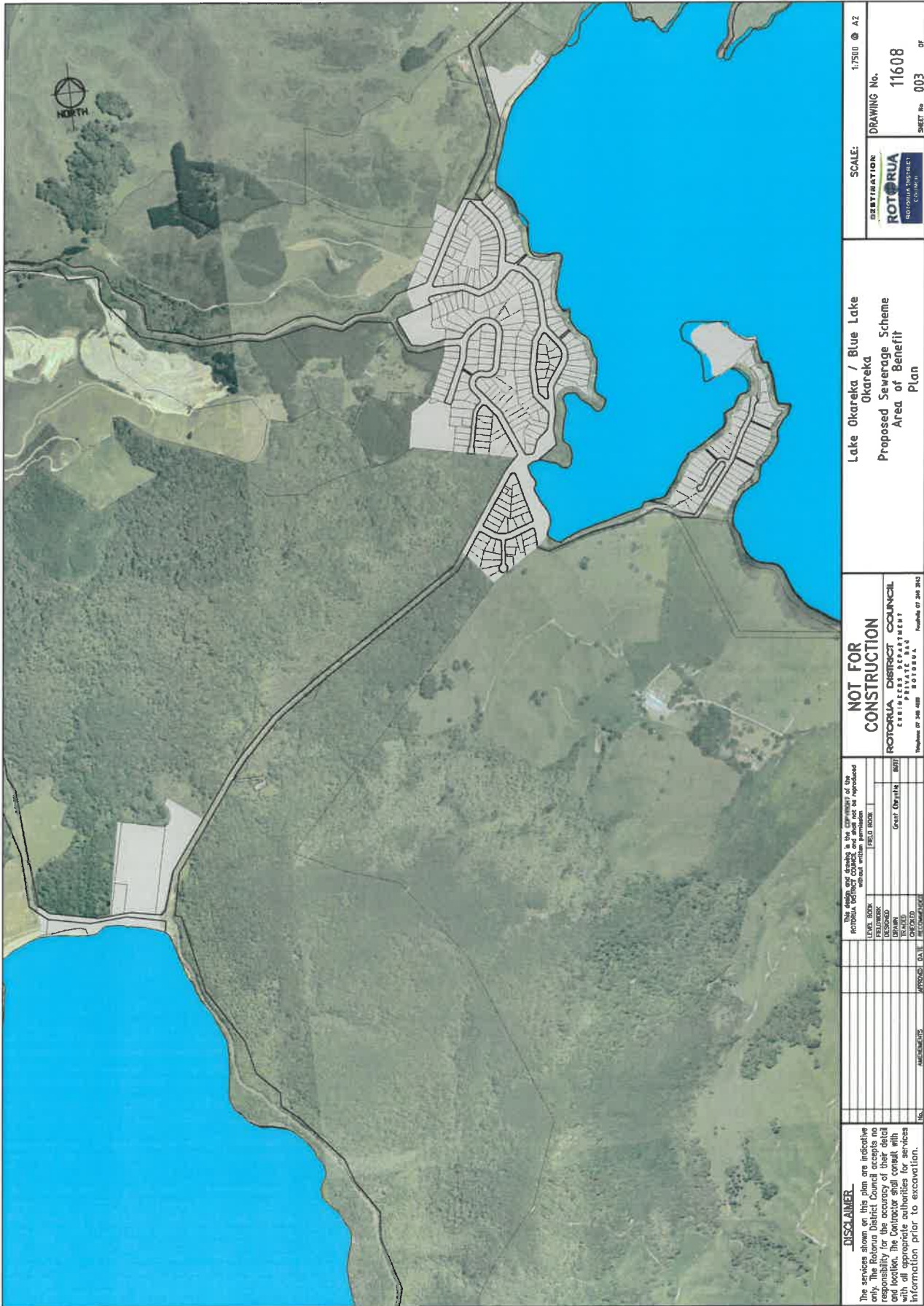
Details regarding the sewerage scheme area and the overall costs have been notified in the 2004/14, 2006/16 and 2009/19 Long Term Council Community Plan.

Peden, Carol

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Okareka Sewerage Scheme Funding Policy

Engineering Costs	Lakes Trunk Main		HUEs		Future Properties
	Tarawera	Okareka	324 \$	1,203.70	
P&Gs	\$ 390,000.00				\$ 601.85
LPGP Supply					
Reticulation Construction	\$1,251,404.00		296	\$4,227.72	\$ 2,113.86
Street Main Construction	2,172,185.00		296 \$	7,338.46	\$ 3,669.23
Lakes Trunk Main (Including Unison costs)	1,084,020.00		324 \$	3,345.74	\$ 1,672.87
		Tarawera			
		Okareka			
Extras construction	4,749,704.00	\$2,958,197	859 \$	5,529.34	\$ 2,764.67
Contingencies	757,110.00		324 \$	2,336.76	\$ 1,168.38
WWTP Contribution	500,000.00		324 \$	1,543.21	\$ 771.60
Engineering Design and Supervision	292,490.89		324 \$	902.75	\$ 451.37
	669,482.20		324 \$	2,066.30	\$ 1,033.15
Total	\$ 11,866,396.09			\$ 28,493.99	\$ 8,463.90
				Total cost per HUE	
MfE Subsidy for Okareka: 50% up to a maximum of \$4.6 million			324		\$ 14,246.99
RDC Subsidy (\$1,500 per HUE by present HUEs)	\$444,000		296		\$1,500.00
Okareka					
Present HUEs	296				\$ 8,463.90
Future HUEs	324				\$ 15,746.99
Okareka & Tarawera					
Future HUEs	859				\$ 8,463.90
Tarawera future HUEs only					
	535				\$ 8,463.90



SCALE: 1:7500 @ A2
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SHEET No. 003 OF

ROTORUA DISTRICT COUNCIL
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ROTORUA DISTRICT COUNCIL
COUNCILS DEPARTMENT
Telephone 07 348 4888 | 101 BAYVIEW | ROTORUA | 7610
November 07 200 2002

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LEVEL BOOK	FIELD BOOK
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DRAWN	BY
CHECKED	DATE
APPROVED	DATE

DISCLAIMER
The services shown on this plan are indicative only. The Rotorua District Council accepts no liability for any errors or omissions in the design and location. The Contractor shall consult with all appropriate authorities for services information prior to excavation.

1ST October

File Ref: 85-08-436\04

Property File:

Doc No: RDC-70762

Address

Dear Sir/Madam

OKAREKA SEWERAGE SCHEME: CAPITAL CONTRIBUTION PER PROPERTY

Rotorua District Council has completed the engineering design of the Okareka and Blue Lake Sewerage Scheme and has just awarded the tender for construction. The total cost of the Okareka and Blue Lake Sewerage Scheme is estimated to be \$11.87 million. This cost includes part of the sewer trunk main that will connect the area to the Rotorua sewer network. It also includes a contribution towards the upgrade of the Rotorua Wastewater Treatment Plant.

The indicative amount to be paid by each property towards the Okareka Sewerage Scheme is set out below. Please bear in mind you are only paying a portion of the total cost of the scheme, as the balance is being subsidised from the Ministry of Environment and the Rotorua District Council.

Costs and Subsidies	Okareka
Unsubsidised cost/HUE*	\$28,494.00
Less Ministry of the Environment Subsidy	-\$14,247.00
Less District Council Subsidy	-\$ 1,500.00
Estimated amount to be funded by property owner	\$12,747.00

*Note A HUE (Household Unit Equivalent) is equivalent to one single domestic connection.

On 9 September 2009 Council considered the allocation of costs and subsidies for the scheme and decided to make the following options available to property owners:

Option 1 Indicative Targeted Rate per Household Unit Equivalent over 25 years

Without GST		With GST	
Quarterly	Yearly	Quarterly	Yearly
\$252.81	\$1,011.23	\$284.41	\$1137.64

Option 2 Indicative Voluntary Lump Sum Contribution

If you elect to pay your contribution for the scheme as a one-off lump sum, the indicative amount per Household Unit Equivalent is as follows:

Without GST	With GST
\$12,747.00	\$14,036.61

The targeted rate and voluntary lump sum contributions are set through an Annual Plan development process. This will not occur until mid 2010, when the targeted rate and lump sum contribution will be formally adopted. The District Council will contact all property owners after the adoption of the targeted rate and lump sum through the Annual Plan process, at which point you will be invited to choose which of the two payment options, is your preference.

If you have queries regarding the above please contact Greg Manzano or Mark Buckley at Rotorua District Council 07 348 4199.

Yours faithfully



Peter Guerin
Chief Executive

27th July 2010

File Ref:

Property File:

Doc No: RDC-133548

Address

Dear Sir/Madam

Okareka Sewerage Scheme: Capital Contribution Assessment

Rotorua District Council has nearly completed the Okareka Sewerage Scheme. The scheme is expected to be completed in November this year at which point everyone should be connected. This will complete another significant element in the long term strategy to improve the water quality of Rotorua's lakes.

The District Council is now in the position of recovering a capital contribution from those residents who benefit from the provision of the service. In October 2009 you will have received a letter with details about the lump sum contribution and targeted rate for the sewerage scheme. These figures have now been finalised in the 2010- 2011 Annual Plan, having been adopted by Council on 9 September 2009.

You may be aware that the amount being levied on property owners in Okareka accounts for only a portion of the total cost of the scheme. The balance is being paid from general rates across the whole district (\$1500 per unit), and a subsidy from the Ministry for the Environment (50% of project cost).

As part of the Local Government (Rating) Act (2002) you may choose to pay either the Lump Sum Capital Contribution or the Targeted Rate. The options are:

Option 1 Targeted rate over 25 years

Targeted Rate Quarterly	\$252.81 (plus GST)
Targeted Rate Yearly	\$1,011.23 (plus GST)

Option 2 Single Lump Sum Contribution

Lump Sum capital Contribution	\$12,747.00 (plus GST)
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Your next rates assessment for the period commencing 1 July 2010 will reflect the appropriate targeted rate shown above for Option 1. If you intend choosing the lump sum contribution, the targeted rate will appear on your rates notice until such a time that you have paid the lump sum contribution. Any payments made through the targeted rate prior to payment of the lump sum will remain as a credit in your rates account to cover future rates or you can instruct us to use this

as part payment of the lump sum invoiced. If you choose to take the targeted rate option (Option 1) you do not need to contact Council as the targeted rate will remain in place until the end of the capital recovery period as set out in the funding policy for the Okareka Sewerage Scheme.

All ratepayers have the option to make the capital contribution as a single lump sum payment (refer Option 2). If choosing to make a single lump sum payment contact Mark Buckley (phone 348 4199) at the District Council so an invoice can be generated. Please bear in mind that payments made prior to 1 October 2010 will be charged GST at 12.5%, while payments made on 1 October 2010 onwards will be charged GST at 15%. The final date for the lump sum payments is 15th June 2011. There is no extension available, so please ensure that payment is made by this date.

Please remember, Option 1 (targeted rate over 25 years) includes interest for servicing the loan for the sewerage scheme over the 25 years. The interest rate is set every three years in Council's Ten Year Plan and is based on the average interest charged to Council on borrowing across the preceding three years.

If you do not choose the single lump sum contribution option then you will continue to be charged the targeted rate described in Option 1. This rating description line will appear on all subsequent rates invoices.

If you have any questions relating to the targeted rate or the sewerage scheme in general please contact either Greg Manzano or Mark Buckley at the District Council on 07 3484199.

Yours faithfully



Peter Guerin
Chief Executive

Funding impact statement cont.

Targeted Rates for Connection to Sewerage Schemes

Council sets targeted rates on a differential basis for connecting properties to the following sewerage schemes (plus GST at the prevailing rate):

Mourea (Plan number 11163, Sheet 4)	Charging Unit	2009/2010	2010/2011
The amount to be collected is \$7,306 (plus GST at the prevailing rate)			
A fixed amount on each household unit equivalent (HUE)	Per HUE Annually	-	\$228.31
Hinemoa Point (Plan number 11608, Sheet 8)	Charging Unit	2009/2010	2010/2011
The amount to be collected is \$4,124 (plus GST at the prevailing rate)			
A fixed amount on each household unit equivalent (HUE)	Per HUE Annually	-	\$137.49

Targeted Rates for Capital Cost of Sewerage Schemes

Council sets targeted rates on a differential basis for the following sewerage schemes (plus GST at the prevailing rate).

Okawa Bay (Plan number 11163, Sheet 5)	Charging Unit	2009/2010	2010/2011
The amount to be collected is \$11,570 (plus GST at the prevailing rate)			
A fixed amount on each household unit equivalent (HUE)	Per HUE Annually	\$462.06	\$462.06
Mourea (Plan number 11163, Sheet 4)	Charging Unit	2009/2010	2010/2011
The amount to be collected is \$28,004 (plus GST at the prevailing rate)			
A fixed amount on each household unit equivalent (HUE)	Per HUE Annually	\$298.48	\$298.48
Marama Point (Plan Number 11163, Sheet 14)	Charging Unit	2009/2010	2010/2011
The amount to be collected is \$9,545 (plus GST at the prevailing rate)			
A fixed amount on each household unit equivalent (HUE)	Per HUE Annually	\$238.61	\$238.61
Duxton (Plan number 11163, Sheet 5)	Charging Unit	2009/2010	2010/2011
The amount to be collected is \$12,535 (plus GST at the prevailing rate)			
A fixed amount	Annually	\$12,535.24	\$12,535.24
Hinemoa Point (Plan Number 11608, Sheet 8)	Charging Unit	2009/2010	2010/2011
The amount to be collected is \$35,032 (plus GST at the prevailing rate)			
A fixed amount on each household unit equivalent (HUE)	Per HUE Annually	\$529.96	\$529.96
Rotokawa (Plan Number 11608, Sheet 2)	Charging Unit	2009/2010	2010/2011
The amount to be collected is \$22,679 (plus GST at the prevailing rate)			
A fixed amount on each household unit equivalent (HUE)	Per HUE Annually	\$201.11	\$201.11
Brunswick Stages 4 and 6 (Plan Number 11608, Sheet 11)	Charging Unit	2009/2010	2010/2011
The amount to be collected is \$12,488 (plus GST at the prevailing rate)			
A fixed amount on each household unit equivalent (HUE)	Per HUE Annually	\$313.24	\$313.24
Brunswick (Plan Number 11608, Sheet 10)	Charging Unit	2009/2010	2010/2011
The amount to be collected is \$66,780 (plus GST at the prevailing rate)			
A fixed amount on each household unit equivalent (HUE)	Per HUE Annually	\$652.18	\$652.18
Lake Okareka/Blue Lake (Plan Number 11608, Sheet 3)	Charging Unit	2009/2010	2010/2011
The amount to be collected is \$266,205 (plus GST at the prevailing rate)			
Okareka	Per HUE Annually	-	\$1,011.23
Blue Lake Camping Ground	Per HUE Annually	-	\$16,179.65
Rotorua District Council (Public Toilets and Amenities)	Per HUE Annually	-	\$19,213.33

Funding impact statement **cont.**

Voluntary Lump Sum Capital Contributions

Council sets the following amounts (plus GST at the prevailing rate) for ratepayers who elect to pay a one-off voluntary lump sum capital contribution for the capital cost of these sewerage schemes:

Okareka	Per HUE	\$12,747.00
Blue Lake Camping Ground	Per HUE	\$203,951.84
RDC (Public Toilets and Amenities)	Per HUE	\$242,192.81

Targeted Rates for Lakes Community Board

Council sets a lakes community board rate by way of a uniform amount for each rating unit that is wholly or partially within the area defined by the 2006 decision of the Local Government Commission, comprising the area delineated on SO Plan No.379278.

The amount to be collected is \$50,000 (plus GST at the prevailing rate).

The lakes community board rate is set at:

2010/2011	\$18.67
2009/2010	\$18.67

Targeted Rates for Refuse Collection

(Plan number 10196, Sheets 1 and 2)

A "separately used or inhabited part" is any part of a rating unit that is or is able to be used or inhabited by the ratepayer or by any other person or body having a right to use or inhabit that part by virtue of tenancy, lease, licence or other agreement. Subject to any rating unit used primarily as a residence of one household being deemed to have a single part.

Council set targeted rates for refuse collection from each separately used or inhabited part of a rating unit within the respective service areas on a differential basis for refuse collection in urban and rural areas respectively, where the service is provided, as follows (plus GST at the prevailing rate):

Refuse Collection (Plan numbers 10196-002 [urban] and 10196-001 [rural])	Charging Unit	2009/2010	2010/2011
The total amount to be collected is \$2,042,000 (plus GST at the prevailing rate)			
Urban (weekly collection)	Annual	\$65.33	\$71.10
Urban (CBD twice-weekly collection)	Annual	\$130.67	\$142.20
Rural (weekly collection)	Annual	\$67.56	\$73.35

Rates Postponement

To cover costs, the following fees and charges are set for the 2010/2011 rating year. All fees and charges for this will be added as either a one-off or annual charge as the case may be, to the approved applicants rate account.

Initial Charges - One-Off (plus GST at the prevailing rate)	Charging Unit	2009/2010	2010/2011
Application Fee	One-Off	\$88.89	\$88.89
Contribution to Counselling	One-Off	\$266.67	\$266.67
Half Year Interest Charges			
Interest calculated on Councils marginal borrowing rate 6 monthly on all amounts outstanding			
Annual Charges (plus GST at the prevailing rate)			
Annual Account Fee	Annual	\$44.44	\$44.44
Administration Fee	Annual	1.00%	1.00%
Reserve Fund Fee	Annual	0.25%	0.25%
Property Insurance *	Annual	TBA	TBA

* Property Insurance: A ratepayer must submit a current insurance certificate annually. If the ratepayer cannot afford separate cover Council will arrange cover.

