

Thursday, 18 April 2024

Te Hui o Te Kaunihera ā-Rohe o Heretaunga
Hastings District Council
Council Meeting

Kaupapataka

Supplementary Attachments

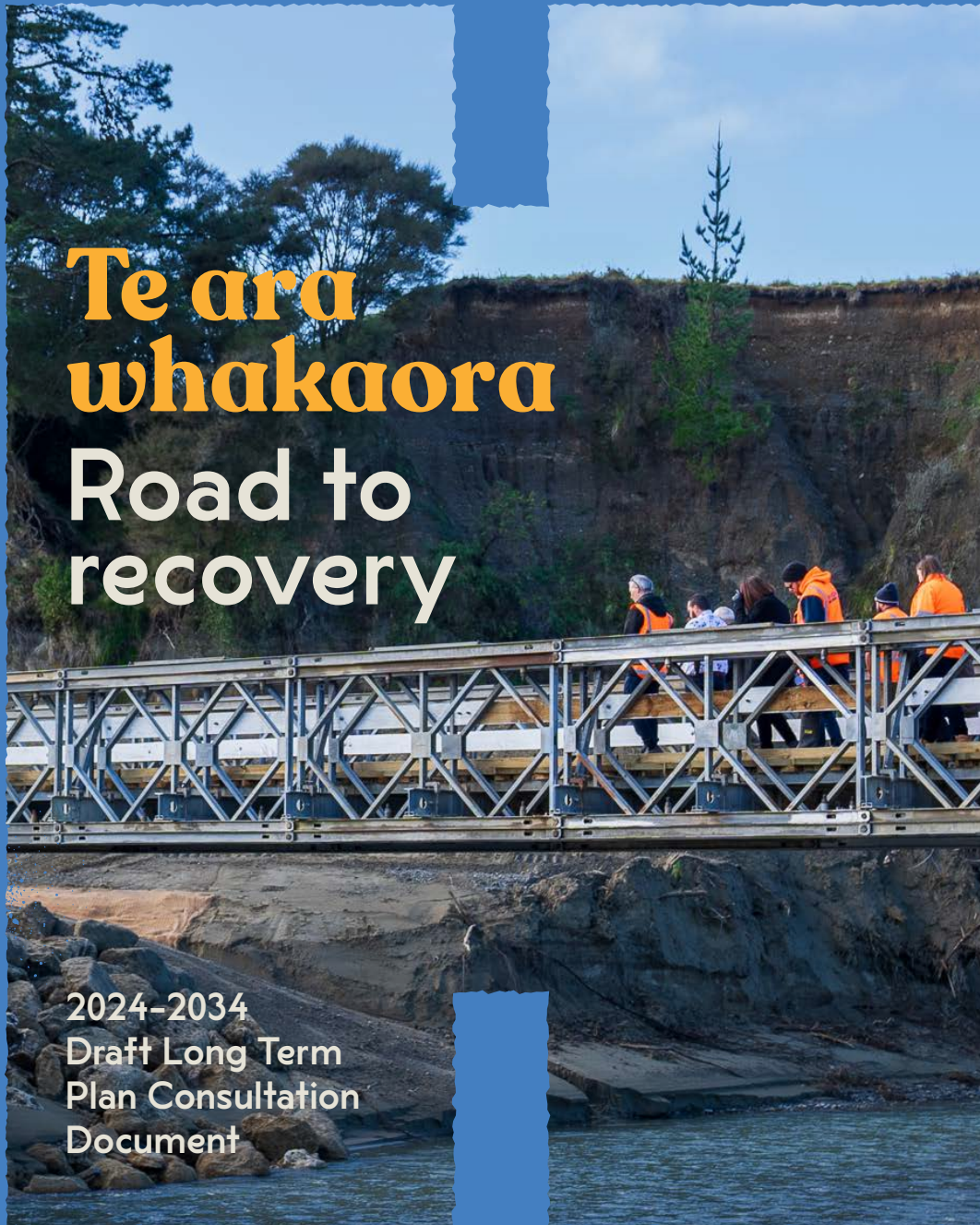
2024/2025 Draft Long Term Plan Consultation Document

Te Rā Hui:
Meeting date: **Thursday, 18 April 2024**

Te Wā:
Time: **1.00pm**

Te Wāhi:
Venue: **Council Chamber
Ground Floor
Civic Administration Building
Lyndon Road East
Hastings**

ITEM	SUBJECT	PAGE
9.	ADOPTION OF LONG TERM PLAN 2024/34 AND DRAFT DEVELOPMENT CONTRIBUTIONS POLICY 2024/25	
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	Attachment 2: 0950224-LTP-A5-Booklet-Tearoff-V1g	51



Te ara whakaora

Road to recovery

2024-2034
Draft Long Term
Plan Consultation
Document

**HERETAUNGA
HASTINGS** DISTRICT
COUNCIL

Incorporating amendment
to Revenue and Financing
Policy and Draft Development
Contributions Policy.

April 2024

KIA ORA

Welcome

He reo ahurei tōu **Your voice is important**

Once you've read this information, please provide your feedback, particularly on:

- ♦ a cyclone targeted rate
- ♦ growth
- ♦ delaying nice-to-have projects
- ♦ the rates and debt plan

SUBMISSIONS CLOSE

**5PM,
MONDAY
27 MAY
2024**

There are two ways to have your say

Head online to myvoicemychoice.co.nz
OR

Complete the reply-paid card at the back of this document and pop it in any NZ Post letterbox, or to one of the Hastings libraries (Flaxmere, Hastings, Havelock North), or into Hastings District Council customer service centre in Lyndon Road.

More information

This document is a summary of the full Draft Long Term Plan containing the Amendment to the Revenue and Financing Policy—you can download the full Draft Plan at myvoicemychoice.co.nz or view a printed copy at any of the locations below. You can also have your say on the Amendment to the Revenue and Financing Policy and the Draft Development Contributions Policy.

- ♦ **Hastings District Council Customer Service Centre,**
207 Lyndon Road East, Hastings
- ♦ **Hastings, Havelock North or Flaxmere Library**

Got questions? Feel free to phone our friendly customer service call centre on 06 871 5000.

**MY VOICE
MY CHOICE**

Attend an information event

Visit our website myvoicemychoice.co.nz for more details.

Why are rates increasing?

Councils across New Zealand are under financial pressure.

Some of the reasons are...

BRIDGES ARE

38%

MORE EXPENSIVE TO BUILD THAN THREE YEARS AGO



ROADS AND WATER SUPPLY SYSTEMS ARE

27%

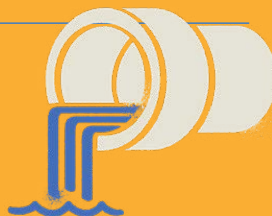
MORE EXPENSIVE TO BUILD THAN THREE YEARS AGO



SEWERAGE SYSTEMS ARE

30%

MORE EXPENSIVE TO BUILD THAN THREE YEARS AGO



Source: Infometrics report on local government costs, 2024

In this document you will also find details on our district's particular challenge: recovering from Cyclone Gabrielle.

Proposed rate increases

On average:

Year one (base cost 17% + cyclone 8%)	25%
Year two (base cost 9% + cyclone 6%)	15%
Year three	10%

To fund over three years:

Cyclone Gabrielle	14%
Infrastructure (non-cyclone - roads, three waters)	16%
Interest	13.5%
Labour costs	7.5%
Insurance	1.5%
Less (budgeted savings)	(2.5%)

Council is proposing short-term borrowing (two years) to smooth rate increases.

To see the impact on your property, enter your address into the online rates calculator: hastingsdc.govt.nz/my-property

Why a three-year plan?

After Cyclone Gabrielle, the government changed the requirement for affected councils to produce a 10-year Long-Term Plan. We have included information over 10 years where possible because our funding challenges need a longer-term view.

The cost of doing business means different things to different people across our district. On page 31 you will find sample property impacts to highlight this. In a nutshell the impacts are as follows:

Urban

For residents living in our major urban areas of (Hastings, Flaxmere and Havelock North) the key impacts are:

Cyclone Gabrielle recovery

Cyclone recovery costs.

Business as usual cost pressures

Non-cyclone related cost pressures (outlined on the previous page).

Three waters service charges

Continuous improvement of our core water services (drinking water, wastewater and stormwater) to comply with new standards comes with increased cost. The rates for these services will increase over the next three years.

Why are the impacts a little less in our commercial areas?

Total rates paid by a commercial property are typically much higher than a residential property. Therefore, while the commercial sector is also paying its share of the cost – the impact in percentage terms appears a little lower.

Rural

In our rural areas the key impacts are:

Cyclone Gabrielle

Cyclone recovery costs.

Road Renewals

Escalation in non-cyclone related road renewals to upgrade the district's ageing roads. The nine-year increase in road renewal funding in this plan reflects the community consultation process held for the 2021 Long Term Planning process.

Business as usual cost pressures

Non-cyclone related cost pressures (outlined on the previous page).

Why is there a bigger impact on smaller properties and our coastal settlements?

Some of our coastal settlements are connected to these services (water, wastewater and refuse collection). These activities have particular cost pressures.

When it comes to uniform charges (where everyone pays the same) for things like water, wastewater and refuse, and the 50 per cent share of the proposed new cyclone recovery rate, the impact in percentage terms is greater on lower valued properties.

Ngā ihirangi/Ngā kai o roto

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