Rates Remission Policy

In accordance with Section 85 of the Local Government (Rating) Act, 2002:

i) A local authority may remit all or part of the rates on a rating unit (including penalties for unpaid rates) if –

(a) the local authority has adopted a remissions policy under section 102 of the Local Government Act 2002, and
(b) the local authority is satisfied that the conditions and criteria in the policy are met.

ii) The local authority must give notice to the ratepayer identifying the remitted rates.

The Council proposes to continue with the following rates remission provisions for 2006/07.

RURAL OPEN SPACE REMISSION

REMISSION STATEMENT

The Council may grant a 50 percent remission on land classified as “rural” under the District Plan where the rating unit is rated under the Base differential and used principally for farming or conservation purposes.

POLICY OBJECTIVE

To provide rates relief for rural, farmland and open spaces.

CONDITIONS AND CRITERIA

Land used principally for farming or conservation purposes

A rates remission of 50 percent of the Base general rate will be granted to rating units that are classified as rural under the District Plan and used principally for farming or conservation purposes. Under this policy “principally for farming or conservation purposes” is defined as where:

a) The rating unit (or property) exceeds 30 hectares in area, and
b) 50 percent or more of the rateable capital value of the property is made up of the land value, and
c) the principal use of the land is for conservation, agriculture, horticulture, pastoral or silviculture purposes, or for the keeping of bees, poultry or other livestock excluding commercial dog kennels or catteries.

APPLYING FOR REMISSION

All applications must be in writing using the Wellington City Council Application for Remission form.

The approval of any remission is at the absolute discretion of the Wellington City Council or its delegated officer.

Applications for this remission must be received prior to the commencement of the rating year. Successful applications received during a rating year will be applicable from the commencement of the following year. No applications will be backdated.

DELEGATION

Decisions relating to the remission of rates are delegated to officers as set out in the Council’s delegations manual.

REMISSIONS ON LAND USED PRINCIPALLY FOR GAMES OR SPORT

REMISSION STATEMENT

Where the Council considers a rating unit is used principally for games or sport, it will apply a 50 percent remission of general rates where the rating unit:

a) has a club licence under the Sale of Liquor Act 1989, and
b) would otherwise qualify as 50 percent non-rateable under Part 2, Schedule 1, of the Local Government (Rating) Act, and
c) the property is rated at the Base differential.

POLICY OBJECTIVE

To reduce the adverse financial impact of the Local Government (Rating) Act 2002 on land used principally for games or sports, occupied by clubs that hold a club liquor licence and no longer qualify as 50 percent non-rateable.

CONDITIONS AND CRITERIA

All applications must be received in writing using the Wellington City Council Application for Remission form. A remission under this policy will apply for one year only. Applicants must reapply annually. The application for a rate remission must be made prior to the commencement of the rating year (1 July). Successful applications received during a rating year will be applicable from the commencement of the following year. No applications will be backdated. For the avoidance of doubt, this policy specifically excludes chartered clubs and clubs holding permanent charters.
DELEGATION

Decisions relating to the remission of rates are delegated to officers as set out in the Council’s delegations manual.

SPECIAL CIRCUMSTANCES REMISSION POLICY

REMISSION STATEMENT

It is recognised that not all situations in which it may be appropriate for the Council to remit rates will necessarily be known in advance and/or provided for in specific rating policies. In circumstances where the rating policy is deemed by the Council to unfairly disadvantage an individual ratepayer, the Council may grant a one-off remission of part or all of the general rate on condition that the remission does not set a precedent that unfairly disadvantages other ratepayers.

POLICY OBJECTIVE

To provide for the possibility of a rates remission in circumstances that have not been specifically addressed in other parts of the Council's Rates Remission and Postponement Policies.

CONDITIONS AND CRITERIA

The Council may remit part of the general rate assessed in relation to particular rating unit where:

i) the rates on that rating unit are disproportionate to those levied in respect of comparable rating units, or

ii) the rating policy is determined by the Council to unfairly disadvantage an individual ratepayer.

The approval of the remission must not set a precedent that unfairly disadvantages other ratepayers. The Council reserves the right to impose conditions on the remission of penalties. The application for this rates remission must be received prior to the commencement of the rating year (1 July). Successful applications received during a rating year will be applicable from the commencement of the following year. No applications will be backdated.

DELEGATION

Decisions relating to the remission of rates are delegated to officers as set out in the Council’s delegations manual.

RATES PENALTY REMISSION POLICY

POLICY OBJECTIVE

To enable the Council to act fairly and reasonably when rates have not been received by the due date.

CONDITIONS AND CRITERIA

Upon receipt of an application from the ratepayer, or if identified by the Council, the Council may remit all or part of a penalty where it considers that it is fair and equitable to do so. Matters that will be taken into consideration by the Council include the following:

a) the ratepayer’s payment history, and

b) the impact on the ratepayer of an extraordinary event, and

c) the payment of the full amount of rates due, or

d) the ratepayer entering into an agreement with the Council for the payment of rates within a reasonable timeframe.

The Council reserves the right to impose conditions on the remission of penalties.

DELEGATION

Decisions relating to the remission of penalties on rates are delegated to the Chief Financial Officer and Manager, Financial Transactions, as set out in the Council’s delegations manual.

REMISSION OF RATES ON MAORI FREEHOLD LAND

The Council’s objectives in relation to rates remission and postponement apply equally to Maori Freehold land. Therefore the rates remission and postponement policies applicable to Maori Freehold land are identical to those that apply to non-Maori Freehold land.