





Agenda



Why and how we set rates

Revaluation and its impact

Rating Policy

Questions/Patai

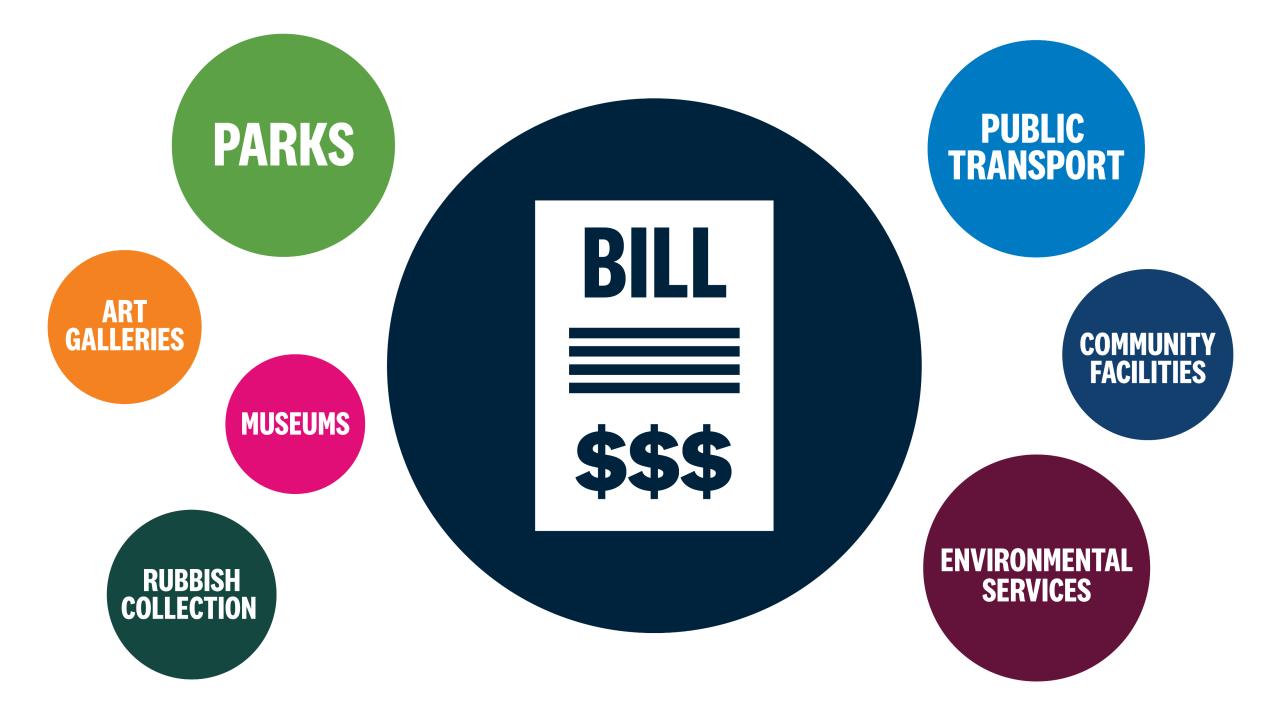
Summary and close



Why and how we set rates

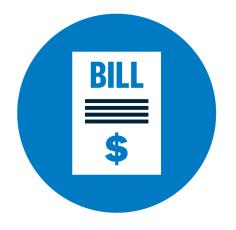
Ross Tucker
Group Chief Financial Officer







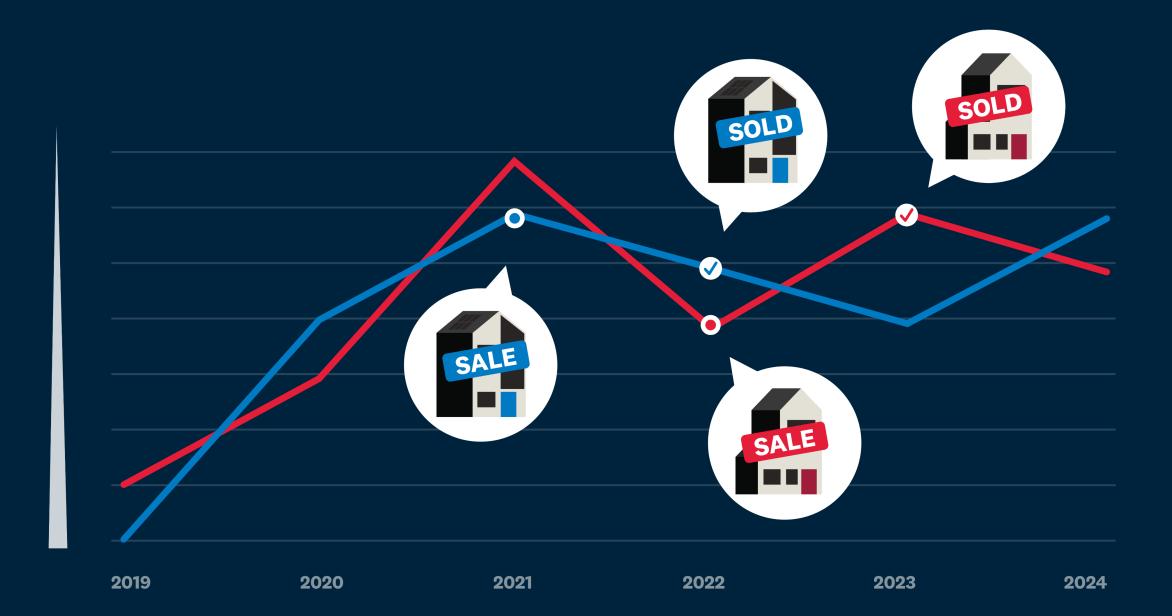












CV CHANGE

RATES

Higher



More than 5.8%



Average



5.8%

Lower



Less than 5.8%



Assistance available

- Anyone concerned about paying rates is encouraged to get in touch.
- We have a range of assistance available:
 - a government-funded rates rebate scheme
 - a rates postponement scheme for residential properties
 - flexible payment options, such as direct debits offering weekly, fortnightly, monthly, quarterly, and annual payment.
- The rates rebate threshold for SuperGold card holders increased from \$31,510 to \$45,000. More ratepayers on NZ superannuation eligible for a rebate.
- <u>See the Auckland Council website</u> and our rates invoices for information on the support available.

Further Information

Website: <u>aucklandcouncil.govt.nz</u>

Email: rateswebinar25@aucklandcouncil.govt.nz

For Annual Plan information:

aucklandcouncil.govt.nz/AnnualPlan



Revaluations and impacts

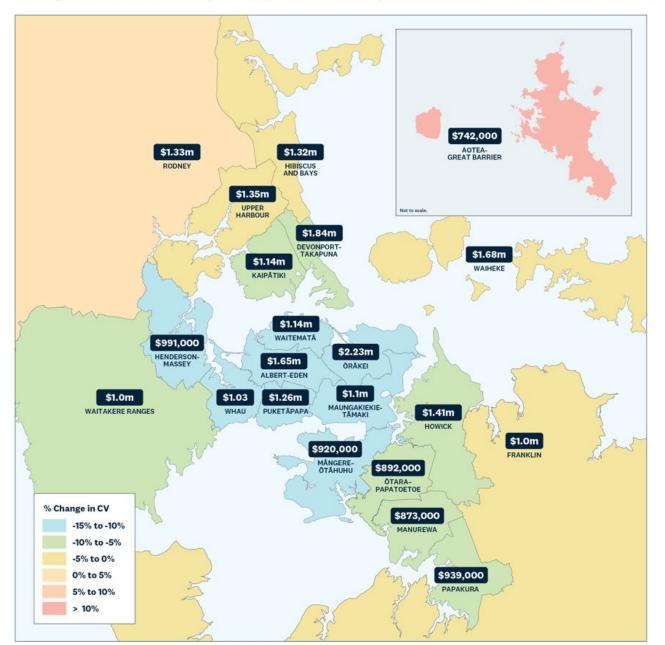
Rhonwen Heath
Head of Rates Valuations and Data Management





Auckland rating valuation 2024

Average 2024 residential capital value movements by local boards, across Auckland. The average CV for Auckland is now \$1.29m.

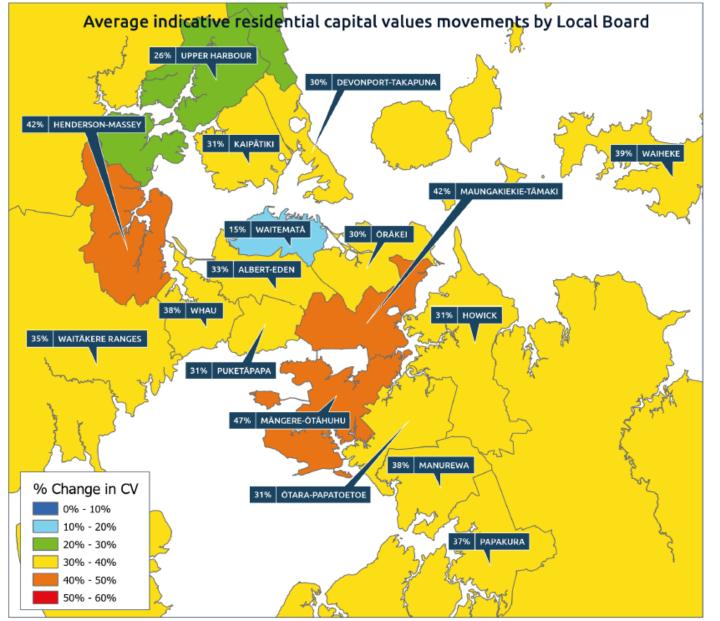


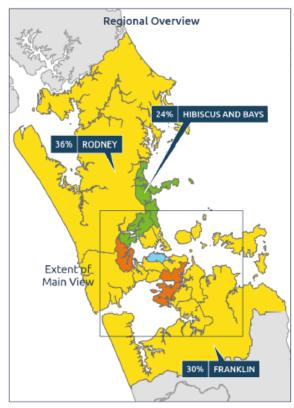
Percentage change in CV by local board since 2021 Albert-Eden -13% Aotea Great Barrier +38% Devonport-Takapuna -9% Franklin -1% Henderson-Massey -12% Hibiscus and Bays -4% Howick -8% Kaipātiki -10% Māngere-Ōtāhuhu -13% Manurewa -8% Maungakiekie-Tāmaki -13% Ōrākei -11% Ōtara-Papatoetoe -7% Papakura -6% Puketāpapa -14% Rodney 0% Upper Harbour -4% Waiheke -2% Waitakere Ranges -9% Waitematā -13% Whau -13% Valuation changes by sector % CV Change Industrial +5% Lifestyle +4% Rural +4% Commercial -5% Residential -9%

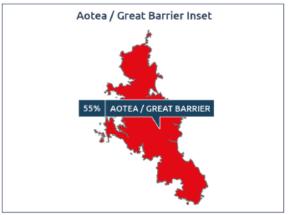




Revaluation 2021









Rating valuation 2024 - Notable Factors

- Further from city centre held up slightly better Papakura, Hibiscus & Bays, Upper Harbour and Franklin (-6% to -1% change).
- Closer to the centre, above-average reductions Albert-Eden, Puketāpapa, Maungakiekie-Tāmaki, Waitematā, Ōrākei and Whau (-11% to -14%).
- Some have bucked the trend
 Rodney has held its values (0%) and Great Barrier is up (+38%).

- Reduced demand for redevelopment potential contributed to larger declines
 Māngere, Henderson, Massey, Glen Innes, Point England and Panmure.
- Land values are the driver
 Residential land is down 13%. Commercial land is down 6%.
- Storm-affected properties

 Diverse trends that reflect the overall market.

 Muriwai (+12%), Henderson (-10%) and

 Sandringham (-16%).

Rating Policy Andrew Duncan Manager Financial Policy



Rating Policy

Overall rating policy

- Revenue requirement

31% from business (incl rural and urban)

69% non-business (incl rural, urban and farm/lifestyle)

Categories and Differentials

- Rural business and residential 90% of respective urban rates in the dollar
- Farm/lifestyle 73.8% of urban residential rate in the dollar

Rubbish and other rates

- Overall waste management rates up 3%
- Some region wide value based targeted rates funding additional investment in water quality, natural environment, and climate investment
- New standardised rates funded rubbish collection



Revaluation changes over time

Number (per cent) of rating units by CV change across different revaluation cycles

CV change category	2017 revaluation	2021 revaluation	2024 revaluation	
Residential over 20 %	12,000 (3%)	51,000 (10%)	17,400 (3%)	
Residential decrease	176,000 (37%)	138,000 (27%)	84,000 (15%)	
Farm/lifestyle over 20 %	4,000 (15%)	2,000 (7%)	3,000 (9%)	
Farm/lifestyle decrease	7,000 (24%)	12,000 (40%)	3,000 (9%)	



Impact of 2024 revaluations on rates in Rodney and Franklin

Local board	Average old CV	Average new CV	Average CV % change	Average total rates 24/25	Average total rates 25/26	Average rates change \$	Average rates change %	Average impact of rubbish rate	Average rates change % excluding rubbish
Franklin									
Farm and lifestyle	\$2.23m	\$2.26m	1%	\$4,516	\$5,053	\$537	11.9%	3.4%	8.5%
Residential	\$1.07m	\$1.05m	-2%	\$2,943	\$3,438	\$494	16.8%	5.2%	11.6%
Rodney									
Farm and lifestyle	\$2.09m	\$2.14m	2%	\$4,324	\$4,863	\$539	12.5%	3.4%	9.1%
Residential	\$1.34m	\$1.37m	2%	\$3,481	\$4,159	\$677	19.5%	4.7%	14.8%



Impact of 2024 revaluations on rates

Example of properties that have gone up and down in Rodney and Franklin

Local board	Address	CV \$			Rates \$		
		Old	New	Change	24/25	25/26	Change
Franklin	Pukekohe	6,550,000	4,100,000	- 37%	11,460	8,245	-28%
	Drury	1,550,000	1,700,000	10%	3,298	3,986	21%
Rodney	Dairy Flat	2,300,000	1,445,000	-37%	4,611	3,605	-22%
	Pine Valley	1,575,000	1,750,000	11%	3,437	4,137	20%





