



muswellbrook shire council

Revenue Policy

2022/2023

This document is under revision.



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1. Policy Objective

The objective of this Policy is to outline Council's rating and charges framework and provide for the 2022/23 levels.

2. Rating

In accordance with section 532 of the *Local Government Act 1993* (NSW), a Council must not make a rate or charge until it has given public notice of its draft operational plan for the year for which the rate or charge is to be made and has considered any submissions that have been made concerning the draft plan. In practice a Council should first adopt its final Operational Plan and then make rates and charges by resolution (s535).

General Valuation

A valuation of all land parcels in the Shire occurred in 2019, with a base date of 1 July 2019.

These valuations will be used for rating purposes from 1 July 2022. These valuations will continue to be used until revised through general and/or special re-valuations by the Valuer General.

Rating Method

In accordance with section 514 of the *Local Government Act*, Council has declared each parcel of rateable land in the Muswellbrook Shire local government area as within one or other of the following categories:

- 1. Farmland;
- 2. Residential;
- 3. Mining;
- 4. Business.

Council declares that the ordinary rates will be applied across the following categories and sub-categories:

<u> Residential – General</u>

Council determines the sub-category for the category "Residential" called "Residential – General" for each parcel of rateable land valued as one assessment and:

- 1. its dominant use is for residential accommodation (otherwise than as a hotel, motel, guesthouse, backpacker hostel, boarding house, lodging house, nursing home, caravan park or manufactured home estate) and it is not connected to Council's sewer main; or
- 2. in the case of vacant land, it is zoned or otherwise designated for use under an environmental planning instrument (with or without development consent) for residential purposes and it is not connected to Council's sewer main; or
- 3. it is rural residential land and it is not connected to Council's sewer main.



Residential – Muswellbrook & Denman

Council determines a sub-category for the category "Residential" called "Residential – Muswellbrook and Denman" for each parcel of rateable land valued as one assessment and:

- 1. its dominant use is for residential accommodation (otherwise than as a hotel, motel, guesthouse, backpacker hostel, boarding house, lodging house, nursing home, caravan park or manufactured home estate); or
- 2. in the case of vacant land, it is zoned or otherwise designated for use under an environmental planning instrument (with or without development consent) for residential purposes; or
- 3. it is rural residential land and it is not connected to Council's sewer main;

and is within the urban area of Muswellbrook and Denman townships and is either connected to Council's sewer main or is liable for a collection fee.

Farmland – General

Council determines a sub-category for the category "Farmland" called "Farmland – General" for each parcel of rateable land valued as one assessment and its dominant use is for farming which:

- a) has a significant and substantial commercial purpose or character; and
- b) is engaged in for the purpose of profit on a continuous or repetitive basis (whether or not a profit is actually made),

and the land cannot be sub-categorised as:

• Farmland – Irrigable

Land is not to be categorised as Farmland – General if it is rural residential land.

Farmland – Irrigable

Council determines a sub-category for the category "Farmland" called "Farmland – Irrigable" for each parcel of rateable land valued as one assessment if its dominant use is for farming which:

- a) has a significant and substantial commercial purpose or character; and
- b) is engaged in for the purpose of profit on a continuous or repetitive basis (whether or not a profit is actually made); and
- c) is subject of a water right within the meaning of the Valuation of Land Act 1916; and
- d) where the assessment or any part of the assessment:
 - (i) is irrigated for any farming purpose; or



- (ii) has established irrigation reticulation capable of being used for any farming purpose; or
- (iii) is wholly or partly within 100m of the Hunter River.

Note: a water right means a right or authority (however described) under the Water Management Act 2000, the Water Act 1912, or any other Act, being a right or authority to construct, install or use works of irrigation, or to use water supplied by works of irrigation.

Mining – General

Council determines the sub-category for the category "Mining" called "Mining – General" for each parcel of rateable land valued as one assessment if its dominant use is for a coal mine or metalliferous mine and cannot be sub-categorised as:

- Mining Underground Coal Mining; or
- Mining Metallurgical Coal Mining

Mining – Underground Coal Mining

Council determines a sub-category for the category "Mining" called "Mining – Underground Coal Mining" for each parcel of rateable land valued as one assessment if its dominant use is for a coal mine; and

a) where the dominant kind of mining involved is longwall mining or board- and-pillar mining (or both); and

b) the land cannot be sub-categorised as "Mining – Metallurgical Coal Mining".

Mining – Metallurgical Coal Mining

Council determines a sub-category for the category "Mining" called "Mining – Metallurgical Coal Mining" for each parcel of rateable land valued as one assessment if its dominant use is for a coal mine; and

a)metallurgical coal extraction is a subject of an approved application for a project approval, development consent or other environmental planning instrument applicable to the land permitting that use; and

b) metallurgical coal is the dominant type of coal extracted from or processed on the land.

For the purposes of this sub-category, "metallurgical coal" includes:

- a) Coal which is capable of being used for the manufacture of steel, iron or cement;
- b) Coal which is capable of producing coke;

c) Coal which, by industry standards and specifications, can be classified as hard coking coal, semi-soft coking coal or coking coal.

Business – General

Council determines the sub-category for the category of "Business" called "Business -General" for each parcel of rateable land valued as one assessment if it cannot be categorised as farmland, residential or mining and cannot be sub-categorised as:

- Business Power Generation;
- Business Thomas Mitchell Drive Industrial Centre;
- Business Showground Release Area; or
- Business Mine Rehabilitation

Business – Power Generation

Council determines a sub-category for the category "Business" called "Business – Power



Generation" for each parcel of rateable land valued as one assessment if it cannot be categorised as farmland, residential or mining and if its dominant use is as a centre of any of the following activities:

- a) the generation of, or capacity to generate, more than 5 megawatts of electricity; or
- b) the storage of, or capacity to store, more than 10 megawatts of electricity;

and the land cannot be sub-categorised as 'Business – Mine Rehabilitation'.

Business – Thomas Mitchell Drive Industrial Centre

Council determines a sub-category for the category "Business" called "Business – Thomas Mitchell Drive Industrial Centre" for each parcel of rateable land valued as one assessment located wholly or partly within the Thomas Mitchell Drive Industrial Centre.

Business – Showground Release Area

Council determines a sub-category for the category "Business" called "Business – Showground Release Area" for each parcel of rateable land valued as one assessment if it cannot be categorised as farmland, residential or mining and is located wholly or partly within the Showground Release Area.

Business – Mine Rehabilitation

Council determines a sub-category for the category "Business called "Business – Mine Rehabilitation" for each parcel of rateable land valued as one assessment if it cannot be categorised as farmland, residential or mining and if its dominant use is as a centre of any of the following activities:

a) the rehabilitation of land that is or has been disturbed by mining operations

For the purposes of this sub-category, "rehabilitation" includes:

- a) the treatment or management of disturbed land or water for the purpose ofestablishing and maintaining a safe and stable environment; and
- b) the design and construction of landforms as well as the establishment of sustainable ecosystems or alternative vegetation.

For the purposes of this sub-category "mining operations" means operations carried out in the course of mining.

Structure of the Rate

In accordance with section 497 of the Local Government Act, Council has adopted the use of a base amount to which an ad valorem amount is added for all categories and sub-categories.

Council's reasons for this adoption are as follows:



- a base amount to which an ad valorem amount is added ensures that the rate burden falls equitably on all landowners for the cost and value of common services and facilities (from which all properties benefit) regardless of their rateable value of land;
- having given regard to the matters set out in section 536(1) of the Local Government Act, Council is of the opinion that a base amount charged per assessment is fair and equitable and reflects both the "benefit principle" and the "ability to pay principle".

Interest on Overdue Amounts

Subject to the maximum rate specified by the Minister from time to time, Councils are responsible for fixing, by formal resolution, the level of interest penalties to apply in respect of rates and charges that remain unpaid after they become due and payable (section 566 Local Government Act).

Council proposes to apply the maximum permissible rate of interest payable on outstanding rates and charges at a simple rate calculated daily.

The maximum interest rate for the 2022/2023 financial year has been determined at 6%. The rate for 2021/2022 financial year was set at 6%.

Council may exercise its discretion to write off certain amounts (such as interest) in respect of rates and arrears in a range of appropriate circumstances and/or to enter into special agreements with persons or any category of ratepayers to facilitate the discharge of a rating liability.

The discretion to write off certain amounts may be exercised if special circumstances can be demonstrated by the relevant ratepayers.

Summary of Rating Philosophy

- I. That Council sets its rates so as to obtain the maximum possible yield and comply with the Office of Local Government's advice in relation to rate-pegging limitations and catch up provisions.
- II. That Council sets a base amount per assessment under section 499(1) of the Local Government Act for the Residential, Farmland, Business and Mining categories and sub-categories determined thereunder.
- III. That Council applies the maximum permissible rate for the interest payable on outstanding rates and charges at a simple rate calculated daily.
- IV. That Council utilise changes on the Base Rate amount with the aim of evening out the rates burden and smoothing the impact of possible rate increases that may occur as Land Values are reassessed. Council will not exceed the statutory maximum of 50% of total revenue from the Base Rate amount in each category.

Matters Considered in Determining the Amount of a Rate

Council takes into account a number of discretionary matters when setting the



quantum of the rate for each sub-category, including:

- i) The guiding principles for Councils expounded in Chapter 3 of the Local Government Act 1993, including transparency, impartiality, intergenerational equityand sound financial management;
- ii) In respect of the base rate, criteria including:
 - Council's net general administration and overhead costs;
 - the extent to which projected ad valorem rates on individual properties do not reflect the cost of providing necessary services and facilities;
 - the level of grant or similar income available to provide necessary services and facilities;
 - the degree of congruity and homogeneity between the values of properties subject to the rate and their spread throughout the area; and
 - whether a rate that is wholly an ad valorem rate would result in an uneven distribution of the rate burden because a comparatively high proportion of assessments would bear a comparatively low share of the total rate burden.
- iii) The extent to which those who pay for Council's services have the ability to pay for those services;
- iv) The extent to which those who receive the benefits of Council's services also pay for those services; and
- v) The applicable statutory caps on the rates that can be made.

3 Charges

Sections 501 and 502 of the *Local Government Act* permits a Council to make and levy an annual charge for thefollowing services provided on an annual basis:

- Water Supply Services
- Sewerage Services
- Drainage Services (through the Stormwater Levy)
- Waste Management Services (other than domestic waste management)
- Any services prescribed by the Regulations.

Water Charges

Pricing which reflects the costs incurred in the provision of potable water can help ensure conservation of scarce water resources and can promote more efficient investment in water infrastructure.

To achieve this, adequate cash flows are required to meet operating costs, to fundfuture necessary infrastructure and provide an acceptable rate of return – therebyensuring



the longer-term financial sustainability of the service.

One of the key elements in cost-reflective pricing identified by the Department of Planning, Infrastructure and Environment is a cost-reflective two-part charge for water comprising a water service availability charge and a consumption tariff. Council's availability charge uses the Department's recommended method, which is based on the square of the diameter of the supply pipe. This reflects the true availability of wateraccess by the user.

There are three tariffs for consumption. The Residential Consumption Tariff is a two-tier tariff charged for residential properties. The Tier 1 charge applies to water consumption up to 350Kl and the Tier 2 charge applies to water consumption in excess of 350Kl per annum. A Non-Residential Consumption Tariff is charged for all other properties connected to Council's water supply.

Method of Rendering Accounts

In accordance with section 552 of the Local Government Act, land that is supplied with water from a water main of the Council and land that is situated within 225 metres of a water main of Council (whether or not actually supplied with water from any water main of the Council) is charged an annual Water Service Availability Charge for each service to the property.

Similarly, in accordance with section 552 of the Local Government Act, all land is charged an annual sewerage service availability charge except land which is more than 75 metres from a sewer of Council and is not connected to the sewer; or land from which sewage could not be discharged into any sewer of Council.

Each Annual Water Service Charge applicable is included in the Annual Rate Notice issued for the financial year. Water consumption charges are raised three times per year.

Water and Sewerage Charges – General

User charges are fees levied on the community for the use of the water and sewerage facilities provided by Council.

Income derived from water supply and sewerage charges can be used for either maintenance or capital expenditure. Unlike general rates, the water supply and sewerage charges are not subject to rate pegging in NSW.

It should be noted that funds raised through water and sewerage charges are explicitly expended on the operational, maintenance and capital expenditure needs related to those services and activities.

Best Practice Charging

Council has implemented charging guidelines recommended by the Department of Planning, Infrastructure and Environment for the charging of services in regard to water supply and sewerage services.

Residential Sewerage Charge



All residential properties are levied the same charge under the Guidelines mentioned above, with the usage charge based on the average residential water consumption.

The combination of availability charge and usage charge meets all the Best Practice Pricing criteria.

Non-Residential Sewerage Charge

The non-residential sewerage charge is levied based on a formula that includes a range of factors that include the size of the water connection, the amount ofwater used, and the amount of water used that is expected to enter the sewagetreatment processes.

Trade Waste Charges

Trade Waste is defined as:

Any waters other than those used specifically for personal hygiene functions that may be contaminated with any substance as a direct or indirect result of a commercial activity.

The regulation of trade wastes is intended to:

- Prevent the biological capacity of the treatment works being exceeded resulting in the de-stabilising of the biological process and consequent odours emanating from the works.
- Ensure discharge of effluent from the treatment works is within the requirements of the Clean Waters Act 1970 and Regulations asamended.
- Protect the sewers and sewerage structures from corrosion, damage or blockage.
- Prevent overloading of the sewerage reticulation system.
- Ensure safe working conditions exist in the sewer reticulation system for the protection of Council staff.
- Ensure environmental protection of the local eco-systems, particularlythose relating to the regional waterways.

Full details of the charges for Trade Waste are set out in the Fees and Charges Schedule.

Waste Management Service Charges

Council undertakes the management of the Muswellbrook Waste Management Facility and the Denman Waste Transfer Station. Council manages the daily operations of these depots in order to ensure the appropriate disposal and storage of waste received at the facilities.

Weekly services for kerbside collection of mixed solid waste (140 litre bins) and alternate fortnightly collections of recyclable and green waste (240 litre bins) are provided by Council to residential properties in Muswellbrook (including the Woodlands Ridge subdivision and Milperra Drive), Denman and Sandy Hollow.

There will be a biannual bulky waste clean-up service for green waste. This is in addition to a biannual bulky waste clean-up service for general bulky waste(excluding



green waste). The dates and arrangements in relation to these activities will be advised at a time closer to the operation of the events.

Weekly services for kerbside collection of mixed solid waste (140 litre bins) and fortnightly collection of recyclable waste (240 litre bins) are provided to non-residential properties in Muswellbrook, Denman and Sandy Hollow. In addition to servicing the urban areas of Muswellbrook (including the Woodlands Ridge subdivision and Milperra Drive), Denman and Sandy Hollow, the following rural areas receive waste services:

- a) Golden Highway to Sandy Hollow
- b) Rosemount Road Loop
- c) Denman Road from Muswellbrook to Denman

Properties located on the above roads, or whose only access to Muswellbrook, Denman or Sandy Hollow is via these roads, are provided weekly services forcollection of mixed solid waste (140 litre bins) and fortnightly collections of recyclable waste (240 litre bins). Alternate fortnightly collection of green waste for rural properties will be provided if requested and charged an annual chargefor each service required.

Where new services are commenced throughout the year; charges arecalculated as a proportion of the annual charge.

Domestic Waste Management Service

Under section 504 of the *Local Government Act*:

- A Council must not apply income from an ordinary rate towards the cost of providing domestic waste management services.
- Income to be applied by a Council towards the cost of providing domestic waste management services must be obtained from the making and levying of a charge.
- Income obtained from charges for domestic waste management must be calculated to not exceed the reasonable cost to the Council of providing those services.

Council determines the Domestic Waste Charge carefully following these requirements. The charge is set at a rate that covers the cost of collectingand the disposal or recycling of the collected waste as well as the administration of the service. The processes involved in determining thecharge are audited by Council's independent auditor.

Waste Management Service Availability Charge

Under section 496 of the *Local Government Act*, Council is required to levy a charge on each parcel of rateable land that is situated within the area in which a domestic waste management service is available, whether occupied land or vacant land.

Waste Management Service (other than Domestic Waste Management Service)



Under section 501 of the Local Government Act, Council may levy a charge for the provision of waste management services (other than domestic waste management services) which may be levied on each parcel of rateable land for which the service is provided or proposed to be provided.

This charge applies to non-domestic premises.

What Criteria are Relevant in Determining the Amount of a Charge?

- a) In determining the amount of a charge for a service, the Council may have regard to (but is not limited to) the following:
 - the purpose for which the service is provided
 - the nature, extent and frequency of the service
 - the cost of providing the service
 - the categorisation for rating purposes of the land to which the service is provided
 - the nature and use of premises to which the service is provided
 - the area of land to which the service is provided
- b) The amount of a charge need not be limited to recovering the cost of providing the service, for which the charge is made, except as provided by section 503(2) and 504 (3) pf the *Local Government Act*.
- c) Council will continue with a recycling service. The cost of providing this service is included in the Domestic Waste Management Service charge and also the Waste Management Service Charge. These charges entitle ratepayers to a fortnightly recycling collection.
- d) Council will continue the green waste service. The cost of providing this service is included in the Domestic Waste Management Service charge. These charges entitle ratepayers to a fortnightly green waste collection.

The charge for the collection of the green waste is not included in the Waste Management Service Charge or Rural Waste Charges. However, property owners to which these charges apply can elect to utilise and pay for the green waste service.

Stormwater Management Charge

Under section 496A of the *Local Government Act*, Council may make or levy an annual charge forstormwater management services.

The raising of the levy and the application of the funds collected will be in accordance with the *Stormwater Management Service Charges Guidelines* issued by the Office of Local Government.

On-Site Sewer Management System – "Approved to Operate"

Pursuant to sub-section 68(1) of the *Local Government Act*, Councils are the approval and regulatory authority for the monitoring and management of all on-site sewer management systems.

Council will be issuing the annual fee for the Approval toOperate an Onsite Sewer



Management System, as part of the Annual Rates and Charges Notice. This charge will also include the fee for the inspection of the system. This charge will be displayed as a separate line on the notice.Please see Council's Fees and Charges document for the prescribed fees.



STATEMENT OF RATES PROPOSED TO BE LEVIED FOR 2022/2023

Section 494 Local Government Act

ORDINARY RATES

Rates are assessed by levies on the value of the land. Land values are determined by the Valuer General. Increases in ordinary rate income are subject to the percentage variation as determined by the Independent Pricing and Regulatory Tribunal (IPART). This is referred to as the rate peg limit.

For the 2022/2023 rating year, IPART set the rate peg at 0.7%. IPART has also advised Councils that they can apply for an Additional Special Variation if they can demonstrate that the 0.7% rate peg would adversely affect the delivery of Council Services. Muswellbrook Shire Council has resolved to submit an application to IPART for a Special Variation of an increased 1.8% over the rate peg set at 0.7%, under Section 508(2) of the Local Government Act 1993. The application has been submitted and IPART have advised Councils that they will be notified of the determination by 21 June 2022.

The two tables below show the impact of the different scenarios.

Scenario 1 – 0.7%

| Rate Type | Category | Sub-Category | Ad Valorem Cents in \$ | Base Amount / Min \$ | Base Amount % of Total Rate Levied | Yield (Est.) |
|-----------|-------------|--|---------------------------------|-----------------------------------|--|---------------------|
| Ordinary | Residential | Residential – General | 0.5114239 | \$240 | 20.31% | \$1,114,390 |
| Ordinary | Residential | Residential – Muswellbrook & Denman | 0.6970883 | \$290 | 34.79% | \$4,735,121 |
| Ordinary | Farmland | Farmland – General | 0.3260723 | \$400 | 14.14% | \$1,015,467 |
| Ordinary | Farmland | Farmland – Irrigable | 0.3909860 | \$440 | 10.59% | \$473,500 |
| Ordinary | Mining | Mining – General | 1.3295445 | \$15,000 | 1.23% | \$10,974,848 |
| Ordinary | Mining | Mining – Underground Coal Mining | 2.3916307 | \$15,000 | 0% | \$0 |
| Ordinary | Mining | Mining – Metallurgical Coal Mining | 2.3916307 | \$15,000 | 0% | \$0 |
| Ordinary | Business | Business – General | 1.2609020 | \$250 | 8.44% | \$1,421,977 |
| Ordinary | Business | Business – Power Generation | 8.8255657 | \$25,000 | 18.08% | \$276,552 |
| Ordinary | Business | Business – Thomas Mitchell Drive Industrial Centre | 1.2689685 | \$275 | 11.56% | \$359,256 |
| Ordinary | Business | Business – Showground Release Area | 0.2356259 | \$250 | 0.01% | \$11,170 |



| Ordinary | Business | Mine | 1. 3295445 | \$ 15,000 | 0% | \$0 |
|----------|----------|----------------|-------------------|------------------|----|-----|
| | | Rehabilitation | | | | |

Scenario 2 – 2.5%

| Rate Type | Category | Sub-Category | Ad Valorem Cents in \$ | Base Amount/ Min \$ | Base Amount % of Total Rate Levied | Yield (Est.) |
|--------------|-------------|--|---------------------------------|---------------------------|---|--------------|
| Ordinary | Residential | Residential – General | 0.5229043 | \$240 | 19.95% | 1,134,326 |
| Ordinary | Residential | Residential – Muswellbrook & Denman | 0.7162106 | \$290 | 34.18% | \$4,819,828 |
| Ordinary | Farmland | Farmland – General | 0.3328662 | \$400 | 13.89% | \$1,033,632 |
| Ordinary | Farmland | Farmland – Irrigable | 0.3988092 | \$440 | 10.41% | \$481,971 |
| Ordinary | Mining | Mining – General | 1.3536251 | \$15,000 | 1.21% | \$11,171,178 |
| Ordinary | Mining | Mining – Underground Coal Mining | 2.4343808 | \$15,000 | 0% | \$0 |
| Ordinary | Mining | Mining – Metallurgical Coal Mining | 2.4343808 | \$15,000 | 0% | \$0 |
| Ordinary | Business | Business – General | 1.2855374 | \$250 | 8.29% | \$1,447,415 |
| Ordinary | Business | Business – Power Generation | 9.0182913 | \$25,000 | 17.76% | \$281,000 |
| Ordinary | Business | Business – Thomas Mitchell Drive Industrial Centre | 1.2946360 | \$275 | 11.36% | \$365,682 |
| Ordinary | Business | Business – Showground Release Area | 0.2398414 | \$250 | 0.01% | \$11,369 |
| Ordinary | Business | Mine Rehabilitation | 1.3536251 | \$15,000 | 0% | \$0 |



WATER CHARGES

For 2022/2023, Council is proposing to levy Water Service Availability Charges as set out below:

1. A Water Service Availability Charge is charged on each parcel of rateable land that is supplied with water from a water pipe of the Council orland that is situated within 225 metres of a water pipe of the Council (whether or not actually supplied with water from any water pipe of the Council). The Water Service Availability Charges to be levied is based on the service size of the connection to the water supply line.

The Water Service Availability Charges for the year commencing 1 July 2022 are:

| Water Service Charge Category | Amount |
|-------------------------------------|---------------------|
| Availability Charge (Not Connected) | \$223.00 |
| Availability Charge (Connected) | |
| - 20mm service | \$ 223.00 |
| - 25mm service | \$ 348.00 |
| - 32mm service | \$ 571.00 |
| - 40mm service | \$ 892.00 |
| - 50mm service | \$1, 394.00 |
| - 65mm service | \$2, 355.00 |
| - 80mm service | \$3, 568.00 |
| - 100mm service | \$ 5,575.00 |
| - 150mm service | \$ 12,544.00 |

Pursuant to section 552 of the *Local Government Act 1993* (NSW), a charge relating to water supply will not be levied on land unless water could be supplied to some part of the land from a standpipe at least 1 metre in height from the ground level, if such a pipe were laid and connected to the Council's mains.

2. A Consumption Tariff is to be charged per kilolitre of water supplied to each parcel of rateable land from a water pipe of the Council. The waterconsumption tariffs proposed for the year commencing 1 July 2022 are:

| Consumption Tariff | Tier ¹ | \$ per Kilolitre (KL) |
|--------------------|----------------------------|--------------------------|
| Decidential | Tier 1 (1-350KL per annum) | \$2.11 |
| Residential | Tier 2 (>350KL per annum) | \$2.98 |
| Non-Residential | N/A | \$2.61 |

¹ Where applic ablelicy Part 1 – Rates & Charges



SEWERAGE CHARGES

For 2022/2023, Council is proposing to levy Sewerage Service Availability Charges as setout below: An annual charge for sewer is applicable to each parcel of rateable land except:

- a) Land which is more than 75 metres from a sewer of the Council and is not connected to the sewer; and
- b) Land from which sewage could not be discharged into any sewer of the Council.
- 1) <u>Residential Sewer Charges</u>

A Sewer Service Availability Charge is charged in respect of each parcel of rateable land categorised within the Residential category for which the service is provided or is proposed to be provided. The Sewer Service Availability Charges to be levied for the year commencing 1 July 2022 are:

Sewer Service Availability Charge:

| Residential Sewer Availability Charge (Vacant) | \$330.00 |
|--|----------|
| Residential Sewer Charge (Occupied) | \$847.00 |

2) <u>Non-Residential Sewer Service Availability Charge:</u>

A Non-Residential Sewer Service Availability Charge is charged in respect to each parcel of rateable land not categorised within the Residential category for which the service is provided or proposed to be provided. The Non-Residential Sewer Service Availability Charge to be levied in respect of each relevant parcel for the year commencing 1 July 2022 will be based on the following formula:

SC = SDF x (AC + (C x UC))

| SC = Sewerage Charge |
|---------------------------------|
| SDF = Sewerage Discharge Factor |
| AC = AvailabilityCharge |

C = Total water consumption for meter UC = Sewer Usage Charge

The Availability Charge for the year commencing 1 July 2022 are:

| Availability Charge Category | Amount |
|--|---------------------|
| AC - Availability Charge (Not Connected) | \$ 330.00 |
| AC - Availability Charge (Connected) | |
| 20mm service | \$ 330.00 |
| 25mm service | \$ 515.63 |
| 32mm service | \$ 844.80 |
| 40mm service | \$ 1,320.00 |
| 50mm service | \$ 2,062.50 |
| 65mm service | \$ 3,485.63 |
| 80mm service | \$5,280.00 |
| 100mm service | \$8,250.00 |
| 150mm service | \$ 18,562.50 |



The Sewer Usage Charge for the year commencing 1 July 2022 is:

| Sewer Usage Charge | \$ per Kilolitre (KL) |
|------------------------------------|-----------------------|
| Non-Residential Sewer Usage Charge | \$2.61 |

Discharge Factors required for non-residential properties will be determined onan individual rateable parcel basis.



DOMESTIC WASTE MANAGEMENT CHARGES

Domestic Waste Management Charges are levied in accordance with section 496 of *theLocal Government Act*.

For 2022/2023 Council is proposing to levy the following charges in regard to Domestic Waste Management Services:

Domestic Waste Management Service Charges

| Urban Domestic Waste Management Availability Charge (1) | \$100.00 |
|--|----------|
| Urban Domestic Waste Management Service Charge (2) | \$438.00 |
| Additional Urban Domestic Waste Management Service Charge | \$111.00 |
| Additional Urban Domestic Waste Management Recycling Service Charge | \$76.00 |
| Additional Urban Domestic Waste Management Green Waste Service Charge | \$34.00 |

- (1) This charge applies to vacant rateable land categorised for rating purposes as Residential and situated within the urban area in which a Domestic Waste Management Service is able to be provided
- (2) Each habitable premises is entitled to one approved mobile waste bin service per week and one fortnightly collection of recyclable material and one fortnightly collection of green waste for each Urban Domestic Waste Management Service Charge.

For 2022/2023 Council proposes to levy the following charges on rateable parcels of land categorised forrating purposes as Residential or Farmland and situated within the rural area to which a Domestic Waste Management Service is available.

Rural Domestic Waste Management Service Charge

| Rural Domestic Waste Management Availability Charge (1) | \$100.00 |
|--|----------|
| Rural Domestic Waste Management Service Charge (2) | \$404.00 |
| Additional Rural Domestic Waste Management Service Charge | \$111.00 |
| Additional Rural Domestic Waste Management Recycling Service Charge | \$76.00 |
| Rural Domestic Waste Management Green Waste Service Charge | \$34.00 |

- (1) This charge applies to vacant rateable land categorised for rating purposes as Residential or Farmland and situated within the rural area in which a Rural Domestic Waste Management Service is available.
- (2) Each habitable premises is entitled to one approved mobile waste bin service per week and one fortnightly collection of recyclable material for each Rural Domestic Waste Management Service Charge.

Revenue Policy Part 1 – Rates & Charges



WASTE MANAGEMENT CHARGES

For 2022/2023, Council proposes to levy the following charges on parcels of rateable land not categorised for rating purposes as Residential and situated within the urban area in which a Waste Management Service is able to be provided. Waste Management Charges are levied in accordance with section 501 of the *Local GovernmentAct*.

For 2022/2023 Council is proposing to levy the following charges in regard to Domestic Waste Management Services:

Waste Management Service Charge

| Urban Waste Management Availability Charge – Non-Domestic (1) | | | |
|---|--|--|--|
| Waste Management Service Charge (2) | | | |
| Additional Waste Management Service Charge | | | |
| Additional Waste Management Recycling Service Charge | | | |
| Waste Management Green Waste Service Charge | | | |

- (1) This charge applies to vacant rateable land not categorised for rating purposes as Residential and situated within the urban area in which a Waste Management Service is available.
- (2) Each habitable premises is entitled to one approved mobile waste bin service per week and one fortnightly collection of recyclable material for each Waste Management Service Charge.

For 2022/2023, Council proposes to levy the following charges on each parcel of rateable land not categorised for rating purposes as Residential or Farmland and situated within the rural area inwhich a Waste Management Service is available.

Rural Waste Management Service Charge

| Rural Waste Management Availability Charge – Non-Domestic (1) | | | |
|---|---------|--|--|
| Rural Waste Management Service Charge (2) | | | |
| Additional Rural Waste Management Service Charge | | | |
| Additional Rural Waste Management Recycling Service Charge | | | |
| Rural Waste Management Green Waste Service Charge | \$34.00 | | |

- (1) This charge applies to vacant rateable land not categorised for rating purposes as Residential or Farmland and situated within the rural area in which a Rural Waste Management Service is available.
- (2) Each habitable premises is entitled to one approved mobile waste bin service per week and one fortnightly collection of recyclable material for each Rural Waste ManagementService Charge.



STORMWATER MANAGEMENT CHARGE

In accordance with section 496A of the *Local Government Act*, Council will levy a Stormwater Management Service Charge on each parcel of rateable land within the Muswellbrook and Denman urbanareas and included in the Town Planning Zones of R1 General Residential, B2 Local Centre, SP2 Infrastructure, IN2 Light Industrial, IN1 General Industrial and RU5 Village, except whereexemption or variation to the charge is provided in accordance with the document "Stormwater Management Service Charge Guidelines" issued by the Division of Local Government in July 2006, at a rate of \$25.00 per Residential parcel of rateable land and \$12.50 per Residential strata unit.

Where a non-residential parcel of rateable land exists with an area falling within the ranges outlined below the charge will be levied as follows:

| Area Sqm | Charge |
|---------------|----------|
| 0 - 1,199 | \$25.00 |
| 1,200 - 4,999 | \$100.00 |
| 5,000 - 9,999 | \$375.00 |
| >10,000 | \$725.00 |

HUNTER CATCHMENT CONTRIBUTION

The Minister has not yet determined the rate for 2022/2023, for the Hunter Catchment Contribution. The fee set for 2021/2022 was 0.00964. Council will adopt the rate as determined by the Minister for 2022/2023.

The rate is levied and collected in accordance with Clauses 36 and 40 of *Local Land Services Regulation 2014*. The rate is set by the Local Land Services on the Land Value, as determined from time to time, within the Muswellbrook Shire local government area.



4 Authorisation Details

| Authorised by: | Council | | |
|---------------------------|--------------------------------|--|--|
| Minute No: | | | |
| Date: | | | |
| Review timeframe: 1 Years | | | |
| Department: | Corporate Services | | |
| Document Owner: | Director of Corporate Services | | |

Details History

| Version | Date | Policy type | Modified by | | |
|-------------|------------|-------------|-------------|---|--|
| No. changed | | | | | |
| 1 | 22/02/2022 | External | D. Walsh | Updated Format | |
| | | | | Updated rates reflecting 2022/23 budget | |
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