



**NATIONAL
INFRASTRUCTURE**
FUNDING AND FINANCING

ANNUAL LEVY RESOLUTION 2025 / 2026 LEVY YEAR

FOR THE WESTERN BAY OF PLENTY TRANSPORT SYSTEM PLAN (TSP)

**SUBMITTED BY
TSP FINANCE LTD
(THE LIMITED PARTNERSHIP)**

MAY 2025



ANNUAL LEVY RESOLUTION

(Section 42 of the Infrastructure Funding and Financing Act 1993)

1. PURPOSE

To authorise TSP Finance LP to set the annual levy for the financial year commencing 1 July 2025 and ending 30 June 2026 (the 2025/26 levy year) in accordance with the Western Bay of Plenty Transport System Plan Levy Order 2022 (the TSP Levy Order).

2. BACKGROUND

TSP Finance LP is the special purpose vehicle (SPV) with the authority to charge a levy to the Tauranga City Council's rating area. The SPV is responsible for setting the amount of levy for each levy year and Tauranga City Council is the responsible levy authority who collects the levy on behalf of the SPV.

The levy has enabled infrastructure investment in Tauranga's transport network with ~\$177m of funding being raised for the construction of up to thirteen transport projects within the Western Bay of Plenty Transport System Plan (TSP). The TSP Levy Order authorises the use of the levy to fund the eligible costs directly relating to this infrastructure.

This resolution sets the amount of annual levy intended to be collected in the levy year commencing 1 July 2025 and ending 30 June 2026 (the 2025/26 levy year), being the second year of the 30-year levy period.

The TSP levy area is the district in which Tauranga City Council is entitled to charge general rates under the Local Government (Rating) Act 2002. This excludes protected Māori land and any properties subject to Tauranga City Council's remissions policy.

The TSP Levy Order authorises a levy to be set for two categories of land being residential and commercial rating units. The levy is divided equally between the two categories of land on a 50/50 basis. All levy payers within the TSP levy area are liable under section 37 of the Infrastructure Funding and Financing Act to pay the levy due on a rating unit.

Tauranga City Council has divided the "Commercial" rating category into two rating categories "Commercial" and "Industrial". Where there is a reference to Commercial category or use in this resolution it means the same as the "Commercial" and "Industrial" rating category and use in Tauranga City Council's rating area.



3. ANNUAL RECONCILIATION

In accordance with clause 18 and 19 of the TSP Levy Order, TSP Finance LP must carry out an annual reconciliation of the 2024/25 levy year (year A) during each relevant period. This reconciliation must be considered when setting the annual levy for the 2025/26 levy year (year B).

The annual levy for the 2024/25 levy year, as confirmed in the annual levy resolution for that year, was \$8,486,865.33 plus GST. At the time of the reconciliation in March 2025, a levy of \$8,408,445.50 plus GST had been assessed for the 2024/25 levy year. The difference between these amounts is the reconciliation amount of \$78,419.83. As this amount is positive, the amount must be added under clause 14 of the TSP Levy Order to the annual levy for Year B (the 2025/26 levy year) and the annual levy is increased by the reconciliation amount. The annual levy for the 2025/26 is therefore increased to \$9,634,764.01.

Details of the annual reconciliation and annual levy for the 2025/26 year are provided below:

ANNUAL RECONCILIATION (EXCLUDING GST)	
Annual Levy for the 2024/25 Levy Year (year A)	\$ 8,486,865.33
Less the total levy assessed to date for the 2024/25 Levy Year	(\$8,408,445.50)
ANNUAL RECONCILIATION AMOUNT (EXCLUDING GST)	\$ 78,419.83

ANNUAL LEVY FOR 2025/26 LEVY YEAR AFTER THE ANNUAL RECONCILIATION (EXCLUDING GST)	
Intended Annual Levy for the 2025/26 Levy Year	\$9,556,344.18
Plus: the Annual Reconciliation Amount	\$ 78,419.83
ANNUAL LEVY FOR THE 2025/26 LEVY YEAR (EXCLUDING GST)	\$9,634,764.01



4. RESOLVED

The total amount of levy revenue that TSP Finance LP intends to collect in the levy year to which this resolution relates including the levy revenue expected from each category of land in accordance with the TSP Levy Order is:

ANNUAL LEVY FOR 2025/26 LEVY YEAR (EXCLUDING GST)	\$9,634,764.01
ANNUAL LEVY FOR 2025/26 ALLOCATED TO TWO CATEGORIES OF LAND:	TOTAL LEVY (EXCL GST)
Residential rating units at 50% of total annual levy	\$4,817,382.00
Commercial rating units at 50% of total annual levy	\$4,817,382.01
TOTAL ANNUAL LEVY FOR THE 2025/26 LEVY YEAR	\$9,634,764.01

In setting the levy rate, TSP Finance LP has assumed the information received from Tauranga City Council's rating information database in March 2025 is forecast to be the same as at 30 June 2025. For the purposes of clauses 17 of the Levy Order, the SPV has estimated the aggregate capital values (CV) and the number of rating units (excluding protected Māori land and rating units that are subject to remission) as at 30 June immediately preceding the levy year to which this resolution relates.

The aggregate CV's of the region used for the levy rate calculation for the 2025/26 levy year is \$60,816,866,179 for residential rating units and \$13,916,903,279 for commercial rating units.

The levy rate will be allocated to residential and commercial rating units based on the CV of each property. The levy rate to be applied to the CV of each category of land or rating unit is as follows:

- **RESIDENTIAL** levy rate at **\$0.00007921** excluding GST.
- **COMMERCIAL** levy rate at **\$0.00034615** excluding GST.

The indicative levy amounts payable in this levy year are \$79.21 per million of CV (excluding GST) for residential and \$346.15 per million of CV (excluding GST) for commercial.

This levy will be invoiced and collected by Tauranga City Council in the same manner that rates are invoiced and collected with the levy included in Tauranga City Council's rating invoices as a separable portion for the 2025/26 financial year. Late payments will follow the same penalty regime as Tauranga City Council applies to rates.

SIGNED on behalf of **TSP Finance LP**, by
its general partner **TSP Finance GP Limited**
By two directors by:



Graham Mitchell
Director



Michael Sean Wynne
Director

Dated: 2 May 2025