



**THE LOCAL GOVERNMENT (ELECTRIC POWER BOARDS
ANNUAL ALLOWANCES AND REMUNERATION)
DETERMINATION 1987**

PURSUANT to section 214B of the Local Government Act 1974, the Minister of Local Government (having due regard to the changes in annual allowances determined by the Higher Salaries Commission under section 214A of the Local Government Act 1974, and such other matters as the Minister considers relevant, and acting with the consent of the Minister of Energy) hereby makes the following determination.

DETERMINATION

1. Title and commencement—(1) This determination may be cited as the Local Government (Electric Power Boards Annual Allowances and Remuneration) Determination 1987.

(2) This determination shall take effect on and from the 1st day of December 1986.

2. Interpretation—In this determination, unless the context otherwise requires,—

“Act” means the Local Government Act 1974:

“Board” means an Electric Power Board within the meaning of the Electric Power Boards Act 1925; and includes the Auckland Electric Power Board and the Rotorua Area Electricity Authority.

3. Annual allowances of Chairman—(1) Subject to this clause, a board may pay to the Chairman of the board an annual allowance not exceeding the appropriate amount specified in Part I of the First Schedule to this determination.

(2) This clause does not apply in relation to the Chairman of the Auckland Electric Power Board whose annual allowance has been determined by the Higher Salaries Commission under section 214A (1) of the Act.

4. Annual allowances and daily remuneration of members other than Chairman—(1) Subject to this clause, a board may pay to each of its members (other than the Chairman) an annual allowance and daily remuneration not exceeding the appropriate amounts specified in Part II of the First Schedule to this determination.

(2) The following provisions apply in relation to the payment of remuneration under this clause:

- (a) Remuneration is payable to a member of a board only in respect of each day on which the person attends—
 - (i) A meeting of the board; or
 - (ii) A meeting of a committee of the board where the person is a member of the committee or is required to attend the meeting in the person's capacity as a member of the board:
- (b) No additional remuneration is payable by reason of the fact that a person attends more than one meeting during the same day:
- (c) A meeting that continues past midnight otherwise than by adjournment shall be regarded as having concluded before midnight.

5. Additional annual allowances of Deputy Chairman—(1) A board may pay to the Deputy Chairman of the board an annual allowance not exceeding 10 percent of the maximum allowance that may be paid to the Chairman of the board.

(2) An annual allowance may be paid to a person under this clause in addition to any annual allowance or remuneration payable to the person under clause 4 or clause 6 of this determination.

6. Additional annual allowances of chairmen of standing or special committees—(1) A board may pay to each person (other than the Chairman) who is the chairman of a standing or special committee of the board an annual allowance not exceeding 10 percent of the maximum allowance that may be paid to the Chairman of the board.

(2) An annual allowance may be paid to a person under this clause in addition to any annual allowance or remuneration payable to the person under clause 4 or clause 5 of this determination.

7. Higher Salaries Commission determination—In accordance with section 214B (6) (a) of the Act, the determination of the Higher Salaries Commission dated the 5th day of June 1987 is set out in the Second Schedule to this determination.

8. Revocation—The Local Government (Electric Power Boards Annual Allowances and Remuneration) Determination 1986* is hereby revoked.

SCHEDULES

FIRST SCHEDULE

Cl. 3 (1)

PART I

MAXIMUM ANNUAL ALLOWANCES PAYABLE TO CHAIRMEN

Boards or Types of Boards	Maximum Annual Allowance \$
Board with number of consumers not exceeding 7,000	6,000
Board with number of consumers exceeding 7,000, but not exceeding 20,000	9,500
Board with number of consumers exceeding 20,000	12,000
Hutt Valley Energy Board	14,300

PART II

Cl. 4 (1)

MAXIMUM ANNUAL ALLOWANCES AND REMUNERATION PAYABLE TO MEMBERS OF BOARDS

Boards or Types of Boards	Maximum Remuneration Per Day \$	Maximum Annual Allowance \$
Board with number of consumers not exceeding 7,000	40	1,000
Board with number of consumers exceeding 7,000, but not exceeding 20,000	50	1,000
Board with number of consumers exceeding 20,000	60	1,500
Auckland Electric Power Board	60	2,750

Cl. 7

SECOND SCHEDULE

REPORT OF THE HIGHER SALARIES COMMISSION ON THE DETERMINATION OF ANNUAL ALLOWANCES FOR CERTAIN MAYORS AND CHAIRMEN OF LOCAL AUTHORITIES AS AT 1 DECEMBER 1986

1. Having completed a General Review of salaries and allowances carried out under section 19 (3) of the Higher Salaries Commission Act 1977, the Higher Salaries Commission has determined revised actual annual allowances payable to specific mayors and chairmen pursuant to section 214A of the Local Government Act (as inserted by the Local Government Amendment Act 1985 (No. 60)) with effect from 1 December 1986.
2. Before finalising its list of mayors and chairmen of the local authorities to be covered in terms of section 214A (1) (a) of the Local Government Act, the Commission obtained a Certificate of Population from the Department of Statistics to verify which local authorities had a usual resident (de jure) population exceeding 50 000 at the 1986 Census of Population.
3. Under section 3 of the Higher Salaries Commission Amendment Act 1987 the Commission is restricted in the adjustments it can make to the annual allowances payable and may not increase the current annual allowances by more than 10% before the 1st day of April 1988. This restriction effectively forestalled any prospect that there might otherwise have been of the Commission making differing adjustments to the existing allowances. After consulting with appropriate bodies the Commission therefore abandoned issuing formal invitations for submissions from individuals and organisations recognised under section 214A (2).
4. As indicated on the previous occasion the Commission has not attempted to determine any "tax free" element of the allowances; it believes this is a matter for each mayor and chairman to take up with the Commissioner of Inland Revenue.
5. The Commission has made determinations as set out below:

Office Held	Actual Annual Allowance from 1 December 1986 \$
Mayor of:	
Auckland	44,000
Wellington	44,000
Christchurch	44,000
Manukau	44,000
Waitemata	41,250
Hamilton	41,250
Dunedin	41,250
Palmerston North	35,750
Rotorua	35,750
Takapuna	33,000
Lower Hutt	33,000

SECOND SCHEDULE—*continued*

Office Held	Actual Annual Allowance from 1 December 1986
	\$
Chairman of:	
Auckland Regional Authority	44,000
Wellington Regional Council	33,000
Waimairi District Council	33,000
Waikato United Council	7,150
Bay of Plenty United Council	7,150
Manawatu United Council	7,150
Canterbury United Council	7,150
Coastal-North Otago United Council	7,150
Auckland Harbour Board	16,500
Auckland Electric Power Board	14,300
Auckland Hospital Board	27,500
Otago Catchment Board	11,000
Northland Area Health Board	18,282

6. As required in terms of section 214A (4) of the Local Government Act, I am advising the appropriate Ministers of the determinations made in respect of Boards coming within their particular portfolios.

John Dunmore
Chairman
5 June 1987

Dated this 4th day of December 1987.

MICHAEL BASSETT,
Minister of Local Government.

EXPLANATORY NOTE

This note is not part of the determination, but is intended to indicate its general effect.

This determination fixes the maximum allowances and remuneration that may be paid to Chairmen, Deputy Chairmen, chairmen of standing or special committees, and members of Electric Power Boards. The determination does not apply to the Chairman of the Auckland Electric Power Board whose annual allowance was determined by the Higher Salaries Commission in the determination set out in the Second Schedule to this determination.

Chairmen will continue to be paid only by way of an annual allowance for that position. In addition to increases in amounts, a number of changes are made in the system of payments for members other than Chairmen—

- (a) Members may be paid a combination of an annual allowance and a daily rate of remuneration:
- (b) An additional annual allowance may be paid to a member who is a Deputy Chairman or who is chairman of a standing or special committee, and if a member holds both such positions an additional annual allowance may be paid for both positions:
- (c) The former limit of 104 meetings in a calendar year for which a member could receive remuneration is not continued.

The determination takes effect on and from 1 December 1986, the date on which the determination of the Higher Salaries Commission takes effect. The determination fixes maxima only and the actual allowances and remuneration payable are to be set by each board subject to the maxima.

Issued under the authority of the Regulations Act 1936.

Date of notification in *Gazette*: 10 December 1987.

This determination is administered in the Department of Internal Affairs.