



**Memorandum**

Ref

AF 89 03 03

**To** Transfund Board members  
*Note for Board meeting 21 February 2001*

**Copy** Martin Gummer

**From** Pieter Burghout

**Date** 21 February 2002

**Subject** Lambton Interchange - WRC, proposals

Late on Monday 18 February we received a further letter from the WRC proposing different ways of considering the funding of the Lambton Interchange. A copy of the letter is annexed as Attachment 1.

The WRC proposals, in summary, are as follows:

**“Simple funding formula”**

- the 4 elements of the project (bus terminal, forecourt, pedestrian canopies, and bus priority scheme) be combined and funded 90%
  - this would raise Transfund’s total funding for all 4 elements from the currently proposed \$2.75 million (after double funding recouped) to \$5.38 million.

**Staff comment** – the WRC proposal does not comply with our funding policies as to how certain project types are to be treated, and nor does it adequately address the double funding issue.

**“Purchase of benefits approach”**

a ‘purchase of benefits’ approach be applied similar to that done for Britomart.

- this would raise, under WRC’s analysis, Transfund’s contribution to the bus terminal and forecourt elements to \$3.6 million, up from the proposed funding of \$1.35 million once double funding is recouped.

**Staff comment** – the WRC has used incorrect analysis to determine the ‘purchase of benefits’ funding contribution. We had analysed the purchase of benefits approach using the correct data when completing our original analysis, and had used this analysis/data to determine the recommended funding contribution.

**Recommendation** – no change to the currently approved funding contribution and approach.

**Pieter Burghout**  
Planning & Evaluation Manager

