

Topic	Question	Response
Major Cycle Routes - Finance	<i>Can finance please clarify the rating impact annually of the Cycleway network. I have had references made that it is 0.07%.</i>	Please see the attached PDF

## Major Cycle Routes - Finance

The following is an overview of the Major Cycle Routes (MCR) programme and the funding implications of the programme.

We spent \$116m on the MCRs until the end of 2020, of which \$57m came from NZTA/Crown. Then in the Long Term Plan 2021-31 there is \$185m budgeted for the completion of the MCRs. This includes \$71.5 of shovel ready funding and the remainder is expected to receive NZTA subsidy, which will mean the investment from Council is approximately \$55m.

The following update was provided following the 2021/31 Long Term Plan:

Council is planning to spend \$242.1m over the next 10 years on cycling. Of this, \$185m is budgeted for the completion of the Major Cycle Routes programme.

The budgets for this have remained similar to those that were reported as part of the 2018-28 Long Term Plan. There is a small amount of new funding in this Long Term Plan for the following reasons:

- \$9.5m is for programme level funding to address possible unforeseen events conditions. This was a condition of the shovel ready money and will not be spent if not needed.
- \$5.5m is provided by the Crown as shovel ready funding to improve safety at a number of rail crossings along the Northern Line.

The 2018/28 Long Term Plan proposed to spend a total of \$203m over the 10 years. Add this to the \$80m already spent to that point this is a total programme cost of \$283m. This is still consistent with what is planned to be spent.

The \$185m in the proposed 2021/31 Long Term Plan includes \$71.5m of shovel ready funding and the remainder is expected to receive NZTA subsidy, which will mean the investment from Council is approximately \$55m.

This information is provided to give an overview the totals are correct however the relative splits of what has and has not been spent may have changed.

The following table provides the detail of the funding, anticipated subsidies and consequential rates impact for the MCR programme.

MCR planned spend / revenue	FY23	FY24	FY25	FY26	FY27	FY28	FY29	FY30	FY31
Capex	28,697,363	29,503,443	21,427,669	20,738,554	30,191,177	30,670,362	-	-	-
Shovel ready revenue	(38,980,758)	(28,035,734)	-	-	-	-	-	-	-
NZTA subsidy	(2,351,361)	(2,995,498)	(7,359,655)	(8,686,762)	(14,497,639)	(12,669,916)	-	-	-
Rates impact		-0.06%	0.08%	0.14%	0.11%	0.14%	0.11%		

This is an average rates impact of 0.086%