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Financial Results for the One Month Ended 31 July 2023

For decision: For noting:

Reason for inclusion in closed board meeting session	
1. Please state why this report is being considered in the closed board meeting as opposed to the open board meeting. Please refer to the 'reasons for confidentiality' and provide a direct reference to one of these reasons.	To protect information that will soon be publicly available. Auckland Transport cannot release any financial results to the public due to the Auckland Council Group (AC Group) New Zealand Stock Exchange (NZX) obligations which restrict releasing financial results to the public before the announcement of the AC Group results to the NZX.
2. Please provide an estimated date for release of this report.	1 September

Te tūtohunga / Recommendation

That the Auckland Transport Board (board):

- a) Notes the report

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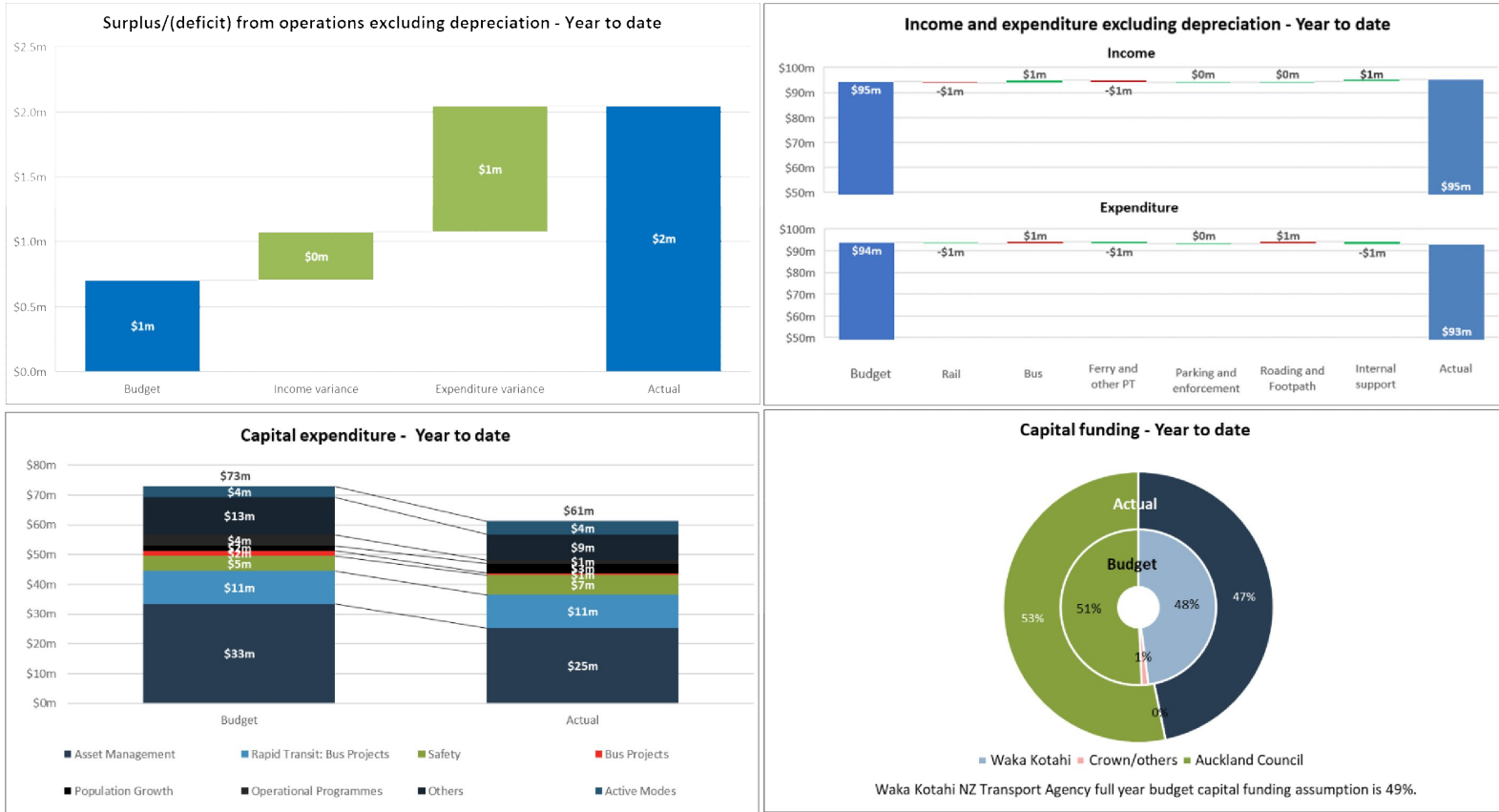
Section 1 – Te whakarāpopototanga matua / Executive summary

1. Year to date (YTD) **surplus from operations excluding depreciation** of \$2.0 million, is \$1.3 million favourable to budget mainly due to higher public transport (PT) and other income and lower professional services, PT contract and finance costs. These are partially offset by lower Waka Kotahi New Zealand Transport Agency (Waka Kotahi) community connect funding (including extension for 25 and under discounted fares) and lower capitalised personnel costs.
2. Items to note:
 - Waka Kotahi funding top-up is unfavourable to budget mainly due to lower than budgeted community connect patronage (25 and under discounted fares and community service card holder discounted fares).
 - Parking and enforcement revenue is unfavourable to budget mainly due to lower than expected parking occupancy because of reduced traffic into the city centre especially during the school and statutory holidays in July.
 - PT income is favourable primarily due to higher than budgeted patronage. July patronage was 75% of pre COVID-19 levels down from the 80% of pre COVID-19 levels in June.
 - Capitalised personnel cost is lower than budget but in line with prior year levels.
 - PT contract costs are favourable to budget mainly from a favourable prior year rail cost wash-up.
 - Professional services is favourable to budget primarily within Business Technology, mainly due to phasing.
 - Track access charges is unfavourable mainly due to unbudgeted costs relating to the FIFA Women's World Cup.
 - Other expenditure is favourable to budget primarily due to lower than expected advertising and minor maintenance.
 - Finance costs is favourable to budget due to lower interest rates due to a loan restructure.
3. **YTD Deficit from operations** is \$2.1 million unfavourable to budget due to higher than budgeted depreciation from the June 2023 revaluation and lower capitalised personnel costs. This is partly offset by higher PT and other income and lower PT costs, professional services, and finance costs.
4. **YTD Capital expenditure** of \$61.2 million is tracking at 84% of planned spend. The underspend is mainly coming from asset management and Climate Action Targeted Rate projects.
5. **YTD other capital grants** is unfavourable due to a change in the accounting recognition timing of Crown Infrastructure Partners capital grants.
6. **Waka Kotahi and other Crown capital funding** YTD of 47% is lower than the budget of 48% mainly due to lower than budgeted capital spend.
7. **Regional Fuel Tax (RFT) enabled capital spend** for July is \$27.1 million, versus a full year planned spend of \$458.9 million. YTD spend is approximately 6% of the full year RFT enabled capital budget.

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8. **Climate Action Transport Targeted Rate (CATTR)** net expenditure YTD is \$0.8 million, \$3.3 million lower than budget mainly due to landside infrastructure work procurement delays within the ferry CATTR programme.

Section 1 – Te whakarāpopototanga matua / Executive summary (continued)



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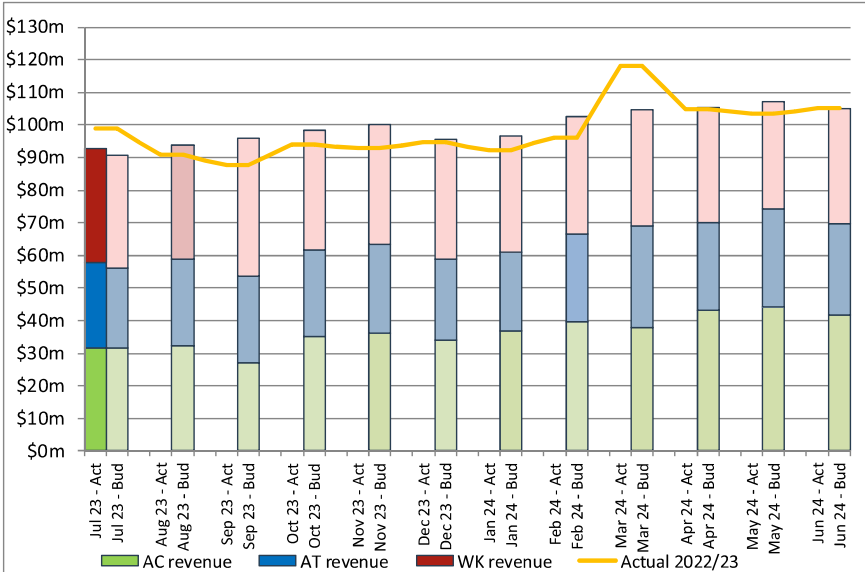
Section 2 – Financial results for the one month ended 31 July 2023

	Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Budget \$000
Operating income				
Auckland Council funding	31,681	31,681	-	439,358
Waka Kotahi NZ Transport Agency operating funding	34,817	34,438	379	432,947
Waka Kotahi NZ Transport Agency operating funding - Top-up from Crown	2,310	3,960	(1,650)	50,302
Parking and enforcement income	8,557	8,982	(425)	123,261
Public transport income	13,425	12,060	1,365	161,314
Other revenue incl. other grants and subsidies	4,127	3,422	705	38,733
Total operating income	94,917	94,543	374	1,245,915
Operating expenditure				
Personnel costs	16,355	16,591	236	217,539
Capitalised personnel costs	(2,423)	(4,022)	(1,599)	(43,526)
Public transport contracts	48,321	49,126	805	632,997
Contractors-maintenance	9,863	9,916	53	132,914
Professional services	1,116	1,989	873	36,205
Track and ferry access charges	3,636	3,393	(243)	44,718
Other expenditure	14,194	14,507	313	188,792
Finance costs	1,807	2,340	533	28,086
Total operating expenditure excluding depreciation	92,869	93,840	971	1,237,725
Surplus/(deficit) from operations excluding depreciation	2,048	703	1,345	8,190
Depreciation and amortisation	46,254	42,815	(3,439)	552,450
Surplus/(deficit) from operations	(44,206)	(42,112)	(2,094)	(544,260)
Income for capital projects				
Waka Kotahi NZ Transport Agency capital co-investment	28,669	34,989	(6,320)	516,415
Auckland Council capital grant	36,665	37,102	(437)	512,441
Other capital grants	(4,085)	870	(4,955)	29,135
Vested asset income	-	-	-	275,000
Total income for capital projects	61,249	72,961	(11,712)	1,332,991
Net surplus/(deficit) before tax and derivatives	17,043	30,849	(13,806)	788,731
Gains/(losses) on derivatives	(893)	-	(893)	-
Gain/(loss) on disposal of assets/ non-operating items	-	-	-	-
Net surplus/(deficit) after tax and derivatives	16,150	30,849	(14,699)	788,731

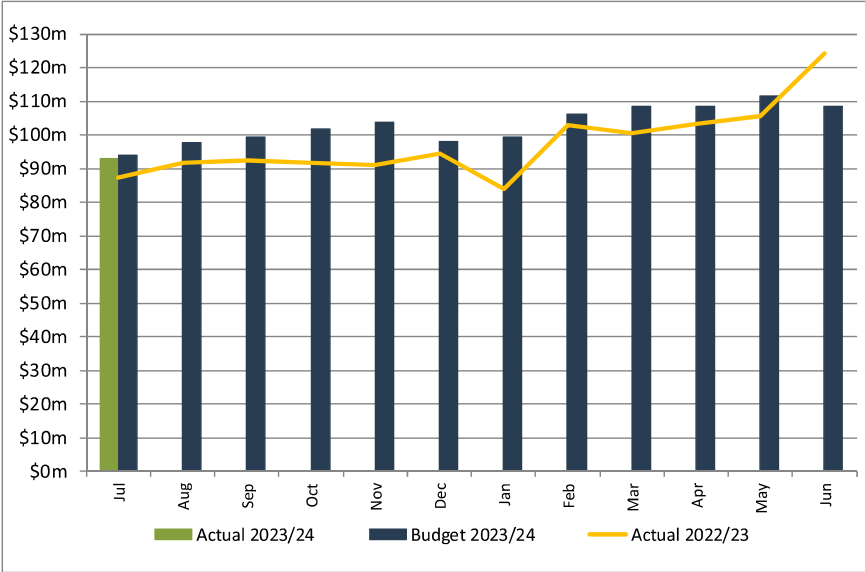
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Section 2 – Financial results for the one month ended 31 July 2023 (continued)

Operating income



Operating expenditure excluding depreciation



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Section 2a – Summary of Financial Results by Activity

	Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Budget \$000
Operating Income				
Rail	10,775	11,530	(755)	144,940
Bus	25,314	24,003	1,311	306,534
Ferry	3,314	3,861	(547)	47,499
Other public transport	1,905	2,197	(292)	29,629
Parking	3,304	3,825	(521)	50,275
Enforcement	5,253	5,158	95	72,986
Roading and footpaths	8,263	7,962	301	96,516
Internal support	5,107	4,326	781	58,179
Auckland Council operating funding	31,681	31,681	-	439,358
Total operating income	94,916	94,543	373	1,245,916
Operating Expenditure				
Rail	16,909	17,420	511	227,593
Bus	37,717	37,180	(537)	479,818
Ferry	5,283	5,404	121	67,699
Other public transport	4,061	4,533	472	71,081
Parking	489	1,045	556	13,050
Enforcement	2,844	2,274	(570)	30,487
Roading and footpaths	13,106	12,244	(862)	167,336
Internal support	12,461	13,738	1,277	180,661
Depreciation and amortisation	46,254	42,815	(3,439)	552,450
Total operating expenditure	139,124	136,653	(2,471)	1,790,175
Surplus/(deficit) from Operations	(44,208)	(42,110)	(2,098)	(544,259)

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Section 2b – Rail Operations

	Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Budget \$000
Operating Income				
Activity income	2,393	3,295	(902)	42,124
Other income	141	114	27	1,559
Waka Kotahi NZ Transport Agency operating funding	7,752	7,447	305	92,692
Waka Kotahi NZ Transport Agency operating funding - Top-up from Crown	489	674	(185)	8,565
Total operating income	10,775	11,530	(755)	144,940
Operating Expenditure				
Personnel costs	479	418	(61)	5,458
Capitalised personnel costs	5	(240)	(245)	(179)
Public transport contracts	10,083	10,571	488	136,881
Contractors-maintenance	12	-	(12)	80
Professional services	15	7	(8)	332
Track access charges	3,597	3,352	(245)	44,229
Other expenditure	913	975	62	12,744
Finance costs	1,805	2,337	532	28,048
Total operating expenditure	16,909	17,420	511	227,593
Depreciation and amortisation	4,729	3,804	(925)	45,848
Surplus/(deficit) from Operations	(10,863)	(9,694)	(1,169)	(128,501)
Internal support costs	2,189	2,516	327	35,316
Surplus/(deficit)	(13,052)	(12,210)	(842)	(163,817)

Section 2b – Bus Operations

	Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Budget \$000
Operating Income				
Activity income	8,086	5,506	2,580	71,314
Other income	734	604	130	9,836
Waka Kotahi NZ Transport Agency operating funding	14,798	14,765	33	185,653
Waka Kotahi NZ Transport Agency operating funding - Top-up from Crown	1,696	3,128	(1,432)	39,731
Total operating income	25,314	24,003	1,311	306,534
Operating Expenditure				
Personnel costs	395	383	(12)	5,015
Capitalised personnel costs	(29)	(117)	(88)	(1,251)
Public transport contracts	33,712	33,598	(114)	434,133
Contractors-maintenance	83	137	54	1,641
Professional Services	(29)	51	80	738
Track and ferry access charges	-	-	-	-
Other expenditure	3,585	3,128	(457)	39,542
Finance costs	-	-	-	-
Total operating expenditure	37,717	37,180	(537)	479,818
Depreciation and amortisation	638	592	(46)	7,729
Surplus/(deficit) from Operations	(13,041)	(13,769)	728	(181,013)
Internal support costs	4,614	5,304	690	74,455
Surplus/(deficit)	(17,655)	(19,073)	1,418	(255,468)

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Section 2b – Ferry Operations

	Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Budget \$000
Operating Income				
Operator access fees	542	559	(17)	8,221
Activity income	636	1,234	(598)	15,963
Other income	136	94	42	1,128
Waka Kotahi NZ Transport Agency operating funding	1,875	1,816	59	20,181
Waka Kotahi NZ Transport Agency operating funding - Top-up from Crown	125	158	(33)	2,006
Total operating income	3,314	3,861	(547)	47,499
Operating Expenditure				
Personnel costs	78	107	29	1,340
Capitalised personnel costs	(52)	(31)	21	(303)
Public transport contracts	4,526	4,552	26	57,133
Contractors-maintenance	-	-	-	-
Professional Services	-	-	-	-
Ferry access charges	40	40	-	489
Other expenditure	691	736	45	9,040
Finance costs	-	-	-	-
Total operating expenditure	5,283	5,404	121	67,699
Depreciation and amortisation	1,956	472	(1,484)	5,683
Surplus/(deficit) from Operations	(3,925)	(2,015)	(1,910)	(25,883)
Internal support costs	651	748	97	10,505
Surplus/(deficit)	(4,576)	(2,763)	(1,813)	(36,388)

Section 2b – Other PT Operations

	Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Budget \$000
Operating Income				
Other income	757	653	104	11,169
Waka Kotahi NZ Transport Agency operating funding	1,148	1,544	(396)	18,460
Waka Kotahi NZ Transport Agency operating funding - Top-up from Crown	-	-	-	-
Total operating income	1,905	2,197	(292)	29,629
Operating Expenditure				
Personnel costs	2,214	2,030	(184)	27,800
Capitalised personnel costs	65	(249)	(314)	(4,023)
Public transport contracts	-	405	405	4,860
Contractors-maintenance	992	1,132	140	21,297
Professional Services	415	209	(206)	6,739
Track and ferry access charges	-	-	-	-
IT costs	148	77	(71)	1,204
Other expenditure	227	929	702	13,204
Finance costs	-	-	-	-
Total operating expenditure	4,061	4,533	472	71,081
Depreciation and amortisation	319	315	(4)	4,010
Surplus/(deficit) from Operations	(2,475)	(2,651)	176	(45,462)
Internal support costs	684	786	102	11,030
Surplus/(deficit)	(3,159)	(3,437)	278	(56,492)

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Section 2b – Parking Operations

	Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Budget \$000
Operating Income				
Parking Fees	3,191	3,771	(580)	49,169
Other income	113	54	59	1,106
Total operating income	3,304	3,825	(521)	50,275
Operating Expenditure				
Personnel costs	52	210	158	2,654
Capitalised personnel costs	26	10	(16)	143
Public transport contracts	-	-	-	-
Contractors-maintenance	126	126	-	1,530
Professional Services	25	10	(15)	122
Track and ferry access charges	-	-	-	-
Other expenditure	260	689	429	8,601
Finance costs	-	-	-	-
Total operating expenditure	489	1,045	556	13,050
Depreciation and amortisation	913	898	(15)	10,864
Surplus/(deficit) from Operations	1,902	1,882	20	26,361
Internal support costs	125	144	19	2,025
Surplus/(deficit)	1,777	1,738	39	24,336

Section 2b – Enforcement Operations

	Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Budget \$000
Operating Income				
Infringement income	5,253	5,158	95	72,986
Other income	-	-	-	-
Total operating income	5,253	5,158	95	72,986
Operating Expenditure				
Personnel costs	1,338	1,193	(145)	15,259
Capitalised personnel costs	11	-	(11)	-
Public transport contracts	-	-	-	-
Contractors-maintenance	219	207	(12)	2,868
Professional Services	5	20	15	241
Track access charges	-	-	-	-
Debt forgiven/written off by MOJ	93	75	(18)	1,034
Movement in doubtful debts	653	184	(469)	2,747
Other expenditure	525	595	70	8,338
Finance costs	-	-	-	-
Total operating expenditure	2,844	2,274	(570)	30,487
Depreciation and amortisation	65	65	-	1,068
Surplus/(deficit) from Operations	2,344	2,819	(475)	41,431
Internal support costs	293	337	44	4,731
Surplus/(deficit)	2,051	2,482	(431)	36,700

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Section 2b – Roading and Footpaths Operations

	Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Budget \$000
Operating Income				
Petrol tax	981	1,013	(32)	11,048
Other income	1,934	1,303	631	10,289
Waka Kotahi NZ Transport Agency operating funding	5,348	5,646	(298)	75,179
Total operating income	8,263	7,962	301	96,516
Operating Expenditure				
Personnel costs	3,451	3,240	(211)	42,138
Capitalised personnel costs	(860)	(1,328)	(468)	(12,497)
Public transport contracts	-	-	-	-
Contractors-maintenance	7,952	8,225	273	103,845
Professional Services	561	567	6	12,518
Track and ferry access charges	-	-	-	-
Utilities and facilities costs	-	-	-	-
Other expenditure	2,002	1,540	(462)	21,332
Finance costs	-	-	-	-
Total operating expenditure	13,106	12,244	(862)	167,336
Depreciation and amortisation	34,823	34,396	(427)	435,702
Surplus/(deficit) from Operations	(39,666)	(38,678)	(988)	(506,522)
Internal support costs	1,609	1,850	241	25,966
Surplus/(deficit)	(41,275)	(40,528)	(747)	(532,488)

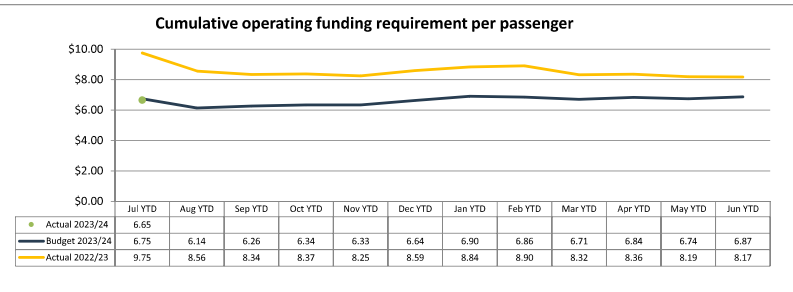
Section 2b – Internal Support

	Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Budget \$000
Operating Income				
Rental income	604	672	(68)	8,063
Other income	607	434	173	9,333
Waka Kotahi NZ Transport Agency operating funding	3,896	3,220	676	40,783
Total operating income	5,107	4,326	781	58,179
Operating Expenditure				
Personnel costs	8,347	9,011	664	117,876
Capitalised personnel costs	(1,591)	(2,068)	(477)	(25,415)
Public transport contracts	-	(1)	(1)	(10)
Contractors-maintenance	480	90	(390)	1,652
Professional services	124	1,124	1,000	15,515
Track and ferry access charges	-	-	-	-
IT costs	3,553	3,344	(209)	41,614
Directors fees	38	39	1	465
Other expenditure	1,508	2,196	688	28,926
Finance costs	2	3	1	38
Total operating expenditure	12,461	13,738	1,277	180,661
Depreciation and amortisation	2,811	2,273	(538)	41,546
Surplus/(deficit) from Operations	(10,165)	(11,685)	1,520	(164,028)
Internal support allocated	10,165	11,685	1,520	164,028
Surplus/(deficit)	-	-	-	-

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Section 2c – Operational funding requirement per passenger for the one month ended 31 July 2023

	Year to date				Full year
	Actual	Budget	Variance	Variance %	Budget
Rail, Bus and Ferry operations:					
Operating expenditure \$000	58,104	57,667	(437)	(1%)	747,062
Less: Fare revenues and other income \$000					
Customers	12,668	11,406	1,262	11%	150,145
Waka Kotahi NZ Transport Agency top-up	2,310	3,960	(1,650)	(42%)	50,302
Total	14,978	15,366	(388)	(3%)	200,447
Operating funding requirement \$000	43,126	42,301	(825)	(2%)	546,615
Patronage 000's	6,488	6,264	224	4%	79,568
Operating funding requirement per passenger	\$6.65	\$6.75	\$0.11	2%	\$6.87
Waka Kotahi NZ Transport Agency operating funding per passenger	\$3.56	\$3.58	\$0.02	1%	\$3.51
Local share funding (AC) per passenger	\$3.09	\$3.17	\$0.08	3%	\$3.36
Operating funding requirement per passenger	\$6.65	\$6.75	\$0.11	2%	\$6.87



- The operational cost (net of third party revenue) of \$6.65 per passenger on the PT Network is lower than the budget of \$6.75 mainly due to higher than expected patronage. \$3.56 per passenger is subsidised by Waka Kotahi.

Public Transport operating expenditure per passenger funding sources

	Year to date				Full year	
	Actual	Budget	Variance	Actual % to Total	Budget	Budget % to Total
Rail, Bus and Ferry operations:						
Operating expenditure per passenger	\$8.96	\$9.21	\$0.25	100%	\$9.39	100%
Operating expenditure per passenger is funded by:						
Customers	\$1.95	\$1.82	(\$0.13)	22%	\$1.89	20%
Waka Kotahi NZ Transport Agency top-up	\$0.36	\$0.63	\$0.28	4%	\$0.63	7%
Waka Kotahi NZ Transport Agency operating funding	\$3.56	\$3.58	\$0.02	40%	\$3.51	37%
Local share funding (AC)	\$3.09	\$3.17	\$0.08	35%	\$3.36	36%
Total operating expenditure per passenger	\$8.96	\$9.21	\$0.25	100%	\$9.39	100%

- More than two-thirds of the total operating expenditure is funded by Waka Kotahi and Auckland Council.

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Section 3a – Summary of Capital Expenditure

	Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Budget \$000
Regional Land Transport Plan (RLTP) grouping				
Active Modes	4,402	3,636	(766)	53,500
Asset Management	25,348	33,455	8,107	418,118
Bus Projects	630	1,736	1,106	40,777
Corridor Improvements	18	536	518	11,690
Ferry, Multi-modal, and Park and Ride	4,668	3,703	(965)	50,202
Local Board Priorities	1,312	1,440	128	18,479
Network Capacity and Performance	860	1,611	751	22,000
Operational Programmes	1,279	3,724	2,445	37,526
Population Growth	3,205	1,658	(1,547)	41,658
Rapid Transit: Bus Projects	11,195	11,127	(68)	180,000
Rapid Transit: Rail Projects	1,204	1,508	304	105,448
Safety	6,595	5,039	(1,556)	47,000
Sustainability Projects that are in addition to travel choice projects	(20)	32	52	500
Climate Action Targeted Rate	553	3,756	3,203	31,092
Total direct capital	61,249	72,961	11,712	1,057,990

Section 3b – Capital Expenditure Funding

	Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Budget \$000
Direct capital funding				
Waka Kotahi NZ Transport Agency new capital co-investment	20,119	23,803	(3,684)	387,155
Waka Kotahi NZ Transport Agency renewal co-investment	8,549	11,186	(2,637)	129,260
Other capital grants	(4,085)	870	(4,955)	29,135
Auckland Council capital grant	36,665	37,102	(437)	512,441
Total direct capital funding	61,248	72,961	(11,713)	1,057,991

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Section 3c – RFT Capital and Operational Expenditure

RFT Capital and Operating Expenditure

	Year to date			Full year		
	Actual Not RFT Enabled \$000	Actual RFT Enabled \$000	Actual Total \$000	Budget Not RFT Enabled \$000	Budget RFT Enabled \$000	Budget Total \$000
Capital expenditure	34,196	27,052	61,248	599,135	458,855	1,057,990
Funding						
Waka Kotahi NZ Transport Agency	16,588	12,080	28,669	250,932	265,483	516,415
Others (ACC,Crown, others)	(3,452)	(633)	(4,085)	11,929	17,206	29,135
Auckland Council	21,060	15,605	36,665	336,275	176,166	512,441
Total funding	34,196	27,052	61,248	599,135	458,855	1,057,990
Programme of capital projects supported by the RFT scheme						
Project 1: Bus priority improvements		1,026			41,377	
Project 2: City centre bus infrastructure		142			7,500	
Project 3: Improving airport access		103			15,300	
Project 4: Eastern Busway		10,915			162,000	
Project 5: Park-and-ride facilities		-			-	
Project 6: Electric trains and stabling		1,204			105,448	
Project 7: Ferry Network Improvements		430			16,172	
Project 8: Road safety		6,612			46,000	
Project 9: Active transport		2,982			11,000	
Project 10: Penlink		-			-	
Project 11: Mill Road corridor		-			-	
Project 12: Road corridor improvements		(138)			8,000	
Project 13: Network capacity and performance improvement		846			22,000	
Project 14: Growth-related transport infrastructure		2,931			24,058	
Total		27,052			458,855	
Operating expenditure		(235)			1,400	
Programme of operating projects supported by the Auckland RFT scheme						
Project 3: Improving airport access (Net of farebox and Waka Kotahi co-funding)		-				
Project 8: Road safety (Fully funded by Auckland Council)		(235)			1,400	
Total		(235)			1,400	

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Section 4a – Statement of Financial Position**As at 31 July 2023**

	Note	Actual 31 July 2023 \$000	Actual 30 June 2023 \$000
Assets			
Current assets			
Cash and cash equivalents	1	4,480	4,978
Receivables	2	583,468	643,379
Inventories		11,397	12,040
Other assets		18,837	13,537
Non-current assets held for sale		1,451	1,451
Derivative financial instruments		216	514
Total current assets		619,849	675,899
Non-current assets			
Property, plant and equipment (PPE)		26,024,029	26,068,302
Intangible assets		119,058	121,040
Work in progress (PPE and intangible assets)	3	1,072,019	1,010,771
Derivative financial instruments		10	372
Total non-current assets		27,215,116	27,200,485
Total assets		27,834,965	27,876,384

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Section 4a – Statement of Financial Position (continued)**As at 31 July 2023**

	Note	Actual 31 July 2023 \$000	Actual 30 June 2023 \$000
Liabilities			
Current liabilities			
Payables and accruals	4	279,255	331,249
Employee entitlements	5	18,795	19,051
Provisions		615	5,229
Borrowings	6	11,282	11,243
Total current liabilities		309,947	366,772
Non-current liabilities			
Payables and accruals	4	-	264
Employee entitlements	5	290	290
Derivative financial instruments		803	294
Borrowings	6	458,987	459,974
Total non-current liabilities		460,080	460,822
Total liabilities		770,027	827,594
Net assets		27,064,938	27,048,790
Equity			
Contributed capital		13,272,241	13,272,241
Accumulated funds		5,541,914	5,525,766
Other reserves		8,250,783	8,250,783
Total equity		27,064,938	27,048,790

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Section 4b – Notes to the Financial Statements**As at 31 July 2023**

	Actual 31 July 2023 \$000	Actual 30 June 2023 \$000
1 Cash and cash equivalents		
Cash at bank	4,266	4,763
Till floats	214	215
Total cash and cash equivalents	4,480	4,978

The carrying value of cash and cash equivalents approximates their fair value.

2 Receivables		
Trade and other debtors	14,202	16,967
Infringement receivable	53,518	52,500
Amounts due from related parties	452,911	462,003
Accrued revenue	89,025	137,443
	609,656	668,913
Less provision for impairment of receivables	(26,188)	(25,534)
Total current receivables	583,468	643,379

The carrying value of debtors and other receivables approximates their fair value.

There is no concentration of credit risk with respect to receivables as there are a large number of customers.

The maximum exposure to credit risk at reporting date is the carrying value of each class of receivable mentioned above.

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Section 4b – Notes to the Financial Statements (continued)**As at 31 July 2023**

The ageing profile of receivables is detailed below:

	Trade and other debtors	Infringements receivables	Infringements receivables MOJ debtor	Amounts due from related parties	Total
	\$000	\$000	\$000	\$000	\$000
Not past due	6,304	3,866	-	452,454	462,624
Past due 1 - 30 days	4,992	3,358	-	315	8,665
Past due 31 - 60 days	253	2,451	-	142	2,846
Past due 61 - 90 days	100	2,024	-	-	2,124
Past due > 90 days	2,553	2,973	38,846	-	44,372
	14,202	14,672	38,846	452,911	520,631
Impairment	(526)	(2,354)	(23,308)	-	(26,188)
	13,676	12,318	15,538	452,911	494,443

All receivables greater than 30 days in age are considered to be past due.

	Trade and other debtors	Infringements receivables	Infringements receivables MOJ debtor	Total
	\$000	\$000	\$000	\$000
Balance at 30 June 2023	526	1,679	23,330	25,535
Additional/(Reversal) provisions made	-	675	-	675
Provisions reversed	-	-	(22)	(22)
Provisions relating to receivables written-off	-	-	-	-
Balance at 31 July 2023	526	2,354	23,308	26,188

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Section 4b – Notes to the Financial Statements (continued)**As at 31 July 2023**

	Opening balance 1 July 2023 \$000	Acquisition YTD 31 July 2023 \$000	Capitalisation YTD 31 July 2023 \$000	Closing balance 31 July 2023 \$000
3 Work in Progress (WIP)				
WIP by activity				
Roads and footpaths	510,326	39,864	0	550,191
Public Transport	500,444	21,384	0	521,828
Total WIP	1,010,771	61,248	0	1,072,019
WIP by status				
Current WIP (completion in future)				742,465
Due for capitalisation within policy				184,117
Due for capitalisation not within policy				130,239
Forecast completion date not yet provided (new projects)				15,198
Total WIP				1,072,019
Top 10 Programmes				WIP Closing balance 31 July 2023
Eastern Busway Stages 2 to 4				256,677
Safety Programme				80,422
Supporting Growth				76,435
Urban Cycleways Programme				51,643
Rosedale and Constellation Station				47,048
EMU Rolling Stock				46,859
Decarbonisation of the Ferry Fleet Stage 1				43,446
Customer and Business Technology				37,679
Public Transport Safety				33,303
Connected Communities				31,491
Total				705,004

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Section 4b – Notes to the Financial Statements (continued)**As at 31 July 2023**

	Actual 31 July 2023 \$000	Actual 30 June 2023 \$000
4 Payables and accruals		
Current portion		
Creditors	40,087	85,570
Goods and services tax	780	1,892
Accrued expenses	198,894	206,620
Retentions	22,386	21,770
Amounts due to related parties	16,287	14,775
Revenue in advance	821	622
Total current payables	279,255	331,249
Non-current portion		
Amounts due to related parties	-	264
Total non-current payables	-	264

Creditors and other payables are non-interest bearing and are normally settled on 20 day terms. Therefore, the carrying value of creditors and other payables approximates their fair value.

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Section 4b – Notes to the Financial Statements (continued)**As at 31 July 2023**

	Actual 31 July 2023 \$000	Actual 30 June 2023 \$000
5 Employee entitlements		
Current portion		
Accrued salaries and wages	4,260	3,928
Accrued leave	14,535	15,123
Total current employee entitlements	18,795	19,051
Non-current portion		
Retirement gratuities	253	253
Long service leave	37	37
Total non-current employee entitlements	290	290
6 Borrowings		
Current portion		
Finance lease	1,073	1,072
Loans from Auckland Council	10,209	10,171
Total current borrowings	11,282	11,243
Non-current portion		
Finance lease	1,722	1,811
Loans from Auckland Council	457,265	458,163
Total non-current borrowings	458,987	459,974
Weighted average cost of funds on total borrowings	4.54%	4.54%

AT's loan debt of \$467 million is issued at a fixed rate of interest of 4.54%.

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Section 5 – Cashflow

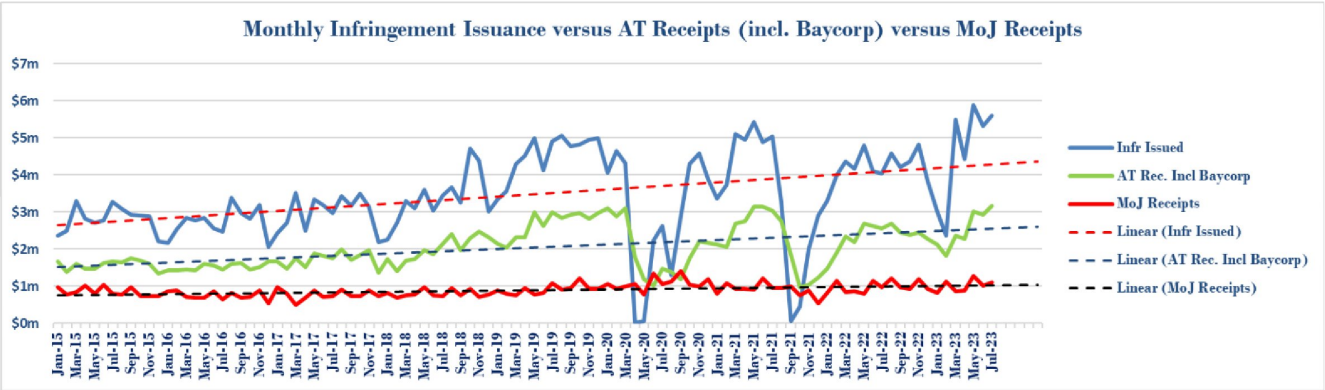
	Year to Date		Full year
	Actual \$000	Budget \$000	Budget \$000
Cash flows from operating activities			
Total cash provided	215,764	187,578	2,305,087
Cash applied to			
Payments to suppliers and employees	109,978	131,418	1,218,152
Interest paid	1,475	2,340	28,086
Goods and services tax	1,112	-	-
Total cash applied	112,565	133,758	1,246,238
Net cash from operating activities	103,199	53,820	1,058,849
Cash flows from investing activities			
Cash applied to:			
Purchase of property, plant and equipment	102,749	52,961	1,057,990
Net cash from investing activities	(102,749)	(52,961)	(1,057,990)
Cash flows from financing activities			
Cash applied to			
Repayments of EMU loan from Auckland Council	860	859	859
Repayments of finance lease principal	88	-	-
Net cash from financing activities	(948)	(859)	(859)
Net (decrease)/increase in cash and cash equivalents	(498)	-	-
Opening cash and cash equivalents	4,978	-	-
Closing cash balance	4,480	-	-

	Actual \$000
Reconciliation of surplus after tax to net cash from operating activities	
Surplus after tax	16,150
Add/(less) non-cash items	
Depreciation and amortisation	46,254
Gains/(losses) on derivatives	1,169
	47,423
Add/(less) movements in balance sheet items	
Receivables	59,911
Inventories	643
Other assets	(5,300)
Payables and accruals	(10,758)
Employee entitlements	(256)
Provisions	(4,614)
	39,626
Net cash from operating activities	103,199


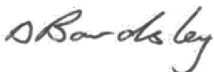

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Section 6 – Infringement Overview

Over 103 months (January 2015 to July 2023), the trend for both infringements issued and receipted (including Baycorp) is positive and increasing while the trend for receipts by Ministry of Justice has remained relatively static, even though more matters have been lodged with them.



Te pou whenua tuinga / Document ownership

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