

Financial Results for the Ten Months Ended 30 April 2012

Introduction

This report summarises for Auckland Transport the financial results for the ten months ended 30 April 2012.

Abbreviations used in this report

Please note that the following abbreviations are used in this report:

YTD = Year to date

FY = 12 month financial period, from 1 July 2011 to 30 June 2012

\$m = Millions of dollars

Budget = Approved budget for the 12 month period 1 July 2011 to 30 June 2012









Forecast = The forecast financial results following Auckland Transport review of the budgets.

YTD Variance = This is comparison of actual results compared to YTD forecast.

Surplus/(deficit) from operations = Operating income less operating expenditure

Net Surplus (Deficit) before tax = Surplus/(deficit) from operations plus income for capital projects

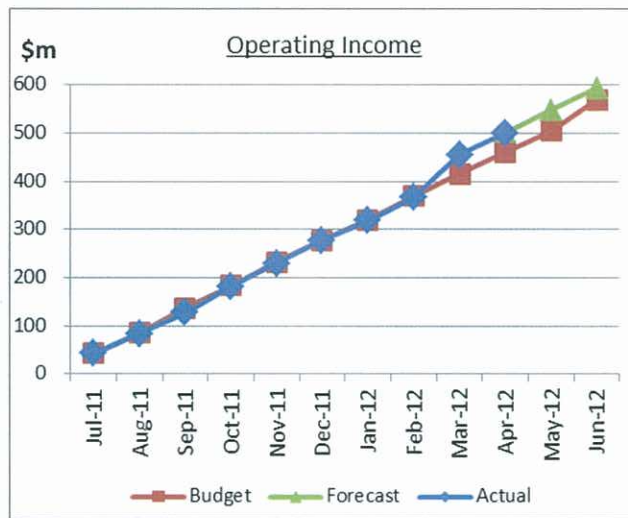
Key to symbols used:

	: Within tolerable range
	: Below budget, unfavourable variance.
	: Below budget, favourable variance.
	: Above budget, unfavourable variance.
	: Above budget, favourable variance.
	: Achieved budget or better
	: Monitoring, some action taken
	: Action required

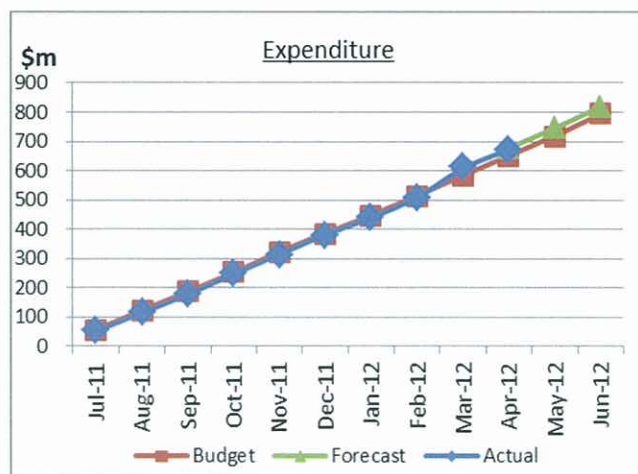
Executive Summary

YTD results to 30 April 2012

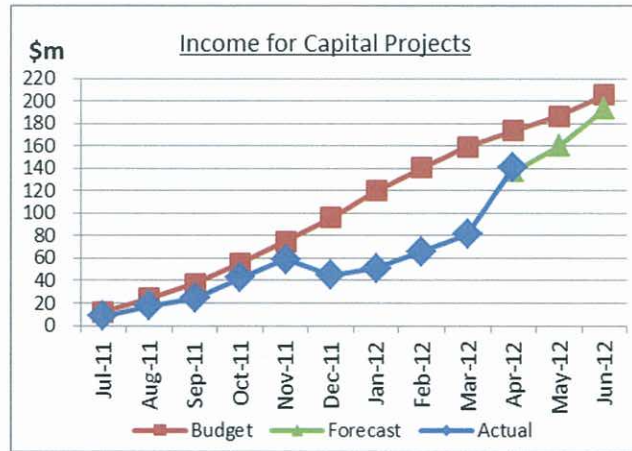
	Current month variance to Forecast \$m	Year to date variance to Forecast \$m	Year to date results	Year to date Actual \$m	Year to date Forecast \$m	Full Year Budget \$m	Full year Forecast \$m
Total operating income	(1.1)	(1.2)	↓ ●	501.2	502.4	569.8	593.9
Total operating expenditure	4.3	4.3	↓ ●	672.6	676.9	792.8	818.8
Surplus/(deficit) from operations	3.2	3.2	↑ ●	(171.4)	(174.5)	(223.0)	(224.9)
Income for capital projects	3.3	3.3	↑ ●	140.6	137.3	205.8	193.2
Net surplus/(deficit) before tax	6.6	6.5	↑ ●	(30.7)	(37.2)	(17.1)	(31.7)
Capital expenditure	8.2	8.2	↓ ●	432.7	440.9	546.2	613.2



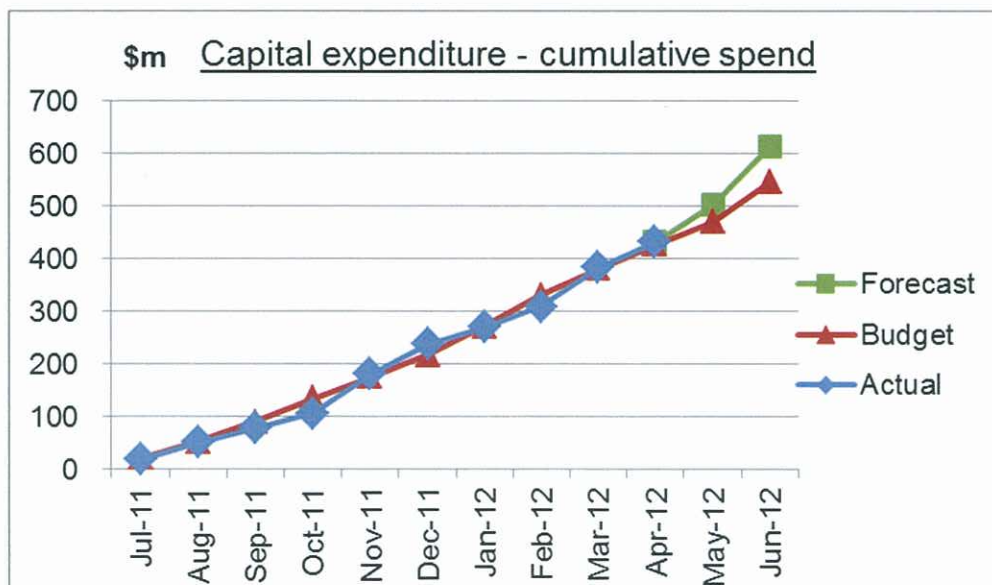
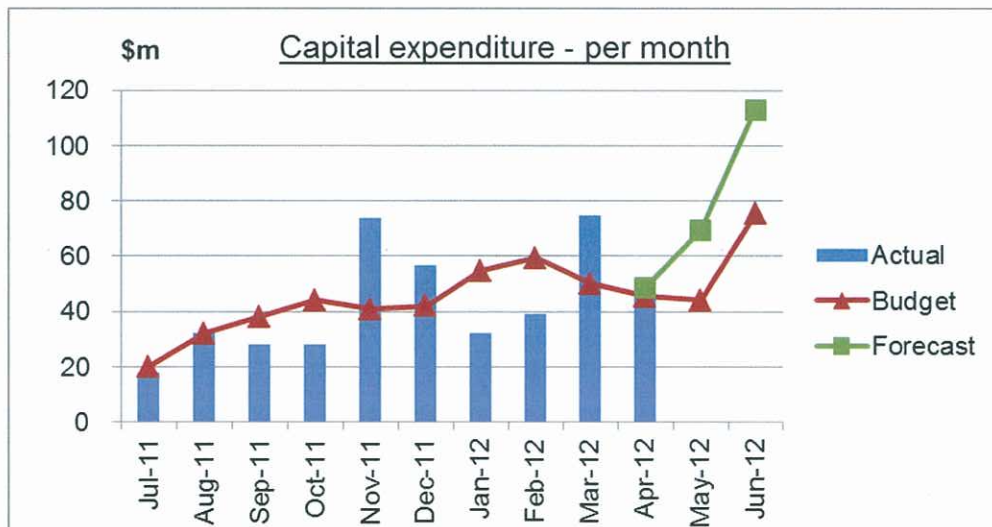
Total operating income YTD is below forecast by \$1.2m. This is due to \$3.9m NZTA operational funding revenue below forecast partly offset by \$2.7m higher than expected revenue from commercial property rentals, rail and parking income.



Total operating expenditure YTD is below forecast by \$4.3m. This is mainly due to other expenses favourable to forecast. Other expenses includes office, administration, maintenance, and professional services costs.



Income for capital projects YTD is above forecast by \$2.8m mainly due to NZTA capital grant higher than forecast.



Capital expenditure for the month was \$48.7m, an underspend to forecast of \$8.2m. YTD capital expenditure was \$432.7m, a variance to forecast of \$8.2m. This is mainly due to construction delays and a number of timing differences across various projects.

Capital expenditure is forecast to be over budget due to the purchase of the Electric Motor Units (EMUs) which were not budgeted for. The EMU's are loan funded and these funds are not reflected through the statement of financial performance.

The asset position is sound with net assets of \$13.2b at the end of April and cash flow funding arrangements in place to ensure all liabilities can be met.

Recommendation

That the Auckland Transport Board receive this report.

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