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## Financial Results for the Two Months Ended 31 August 2023

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
2. Please provide an estimated date for release of this report.	27 September 2023

### Aronga / Purpose

1. This report provides the financial results for the two months ended 31 August 2023

### Te tūhunga / 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 \$4.7 million, is \$3.4 million favourable to budget mainly due to higher public transport (PT) income and lower IT, professional services and finance costs. These are partially offset by lower Waka Kotahi New Zealand Transport Agency (Waka Kotahi) operating funding and capitalised personnel costs.
2. Items to note:
  - Waka Kotahi operating funding is unfavourable to budget whilst we await approval to continue claiming funding for adverse weather remediation costs at a 91% Funding Assistance Rate. Approval is expected in September 2023.
  - Waka Kotahi top up from the crown is favourable to budget mainly due to an increase in registrations for under 25 concessions.
  - Parking and enforcement revenue is unfavourable to budget mainly due to lower on-street parking attributed to lower occupancy and later than budgeted parking tariff increase.
  - PT income is favourable to budget primarily due to higher bus patronage. August patronage was circa 84% of pre COVID-19 pandemic levels up from 75% of pre COVID-19 pandemic levels in July.
  - Capitalised personnel cost is lower than budget but similar to 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 Service Delivery, this is 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 IT, advertising and minor maintenance costs.
  - Finance costs is favourable to budget due to lower interest rates due to a loan restructure.
3. **YTD Deficit from operations** is \$3.4 million favourable to budget due to higher PT income and lower IT, professional services and finance costs. These are partially offset by lower Waka Kotahi operating funding, capitalised personnel costs and petrol tax income.
4. **YTD Capital expenditure** of \$131.9 million is tracking at 87% of planned spend. The underspend is mainly coming from asset management and CATTR 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 50% is higher than the budget of 48% reflecting a catch up of New Zealand Upgrade Programme Eastern Busway funding.

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

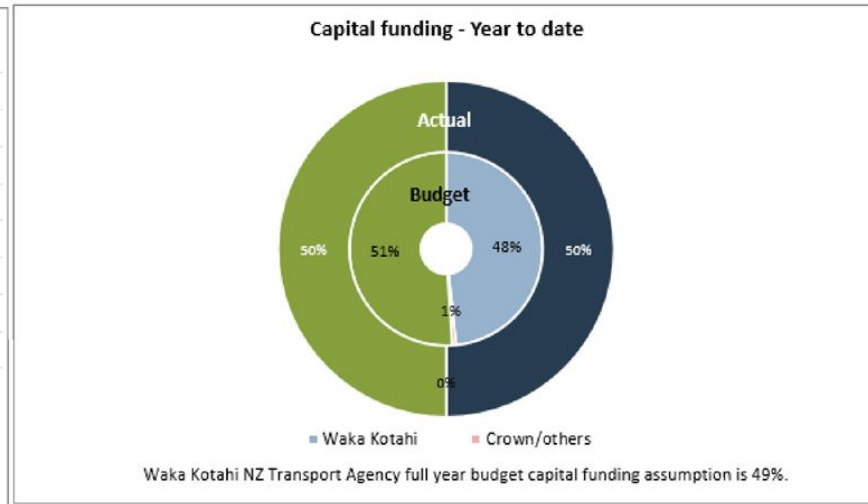
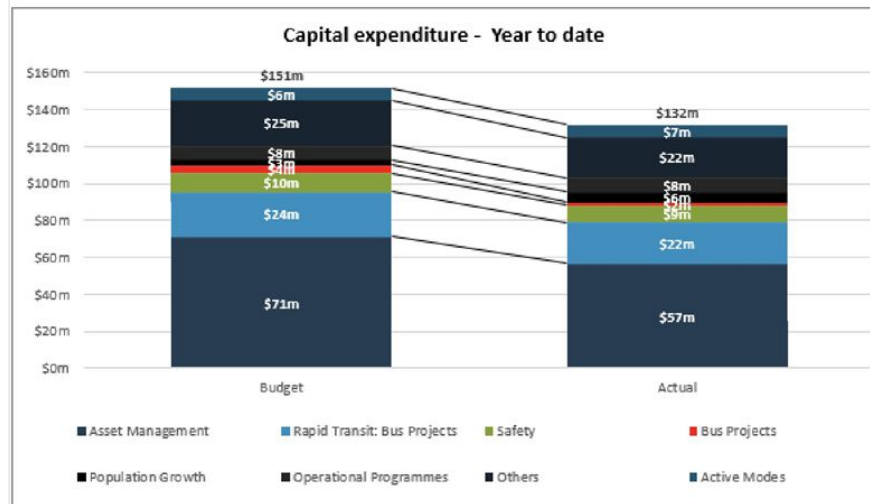
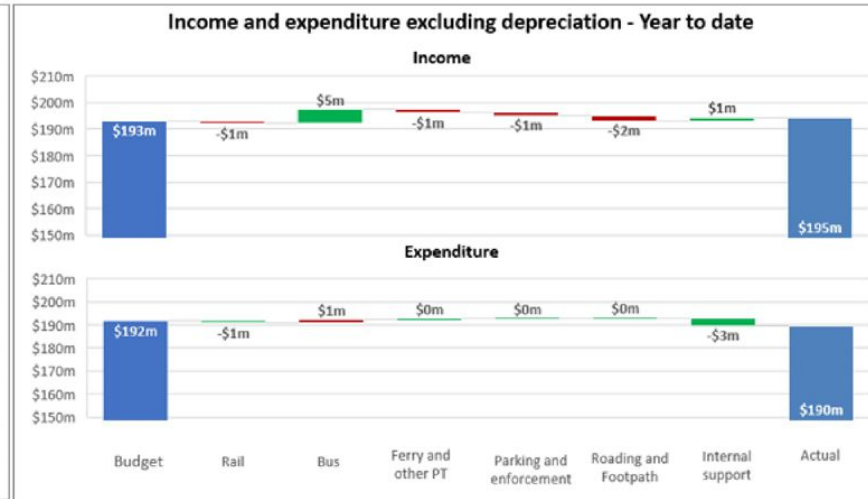
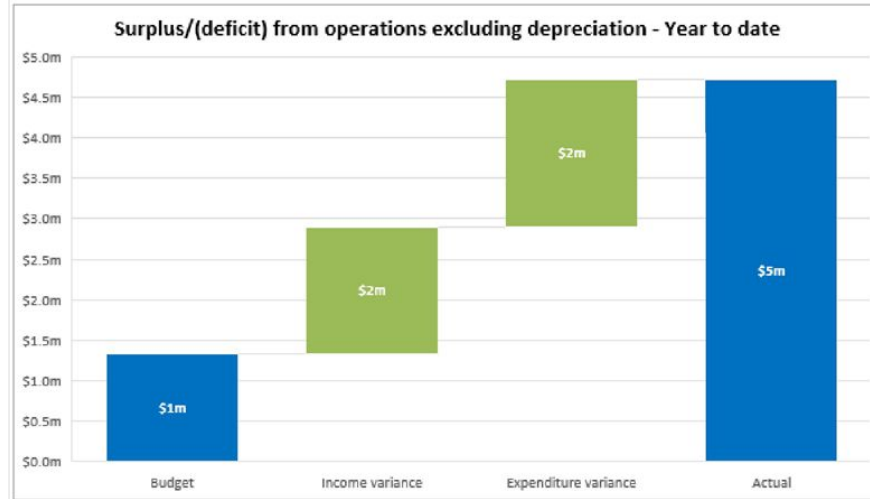
7. **Regional Fuel Tax (RFT) enabled capital spend** for August is \$26.6 million and \$53.7 million YTD, versus a full year planned spend of \$478.9 million. YTD spend is approximately 11% of the full year RFT enabled capital budget.
8. **CATTR** gross capital and operating expenditure YTD is \$1.8 million, \$3.9 million lower than budget mainly due to procurement delays within the ferry CATTR programme.

### Other Financial Matters

1. The **Construction Contracts (Retention Money) Amendment Act 2023** (the Amendment Act) will come into force on 5 October 2023. The Amendment Act builds on retention money provisions already contained in the Construction Contracts Act 2002 and requires AT to hold retentions in a separate bank account and provide quarterly reports to each subcontractor for withheld retention money. Previously the retention monies were held by Auckland Council on behalf of AT. AT is currently in the process of opening a new bank account and creating processes to enable quarterly reporting in line with the Amendment Act requirements. The new bank account is expected to increase AT's cash holdings by circa \$22 million.
2. A summary of the **CATTR** spend is included in Section 3e. The 10 year targeted rate came into effect from 1 July 2022 to increase funding for regional emission reduction projects, including infrastructure and low emission services for bus, ferry and active modes. Expenditure and related revenue and funding will be reported on a monthly basis for both in year and life of project activity.

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



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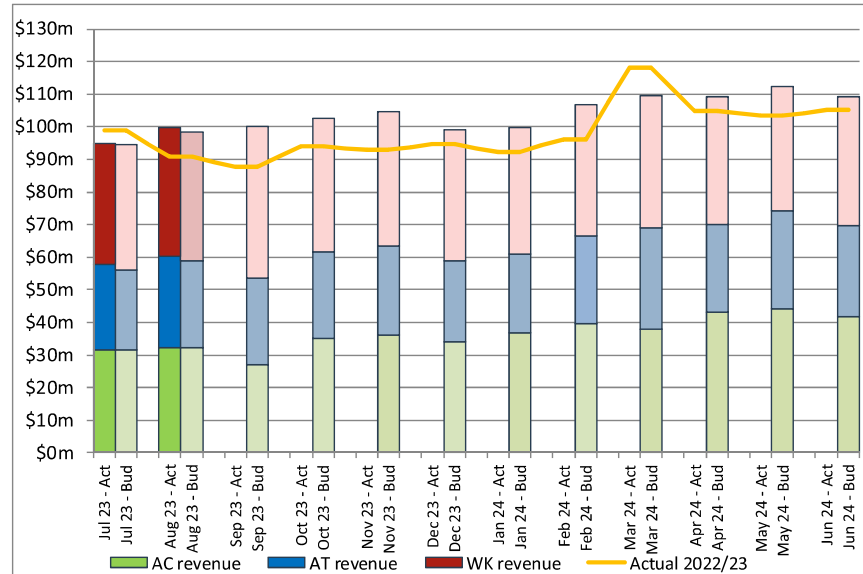
## Section 2 – Financial results for the two months ended 31 August 2023

	Current month			Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Actual \$000	Budget \$000	Variance \$000	Budget \$000
<b>Operating income</b>							
Auckland Council funding	32,164	32,164	-	63,845	63,845	-	439,358
Waka Kotahi NZ Transport Agency operating funding	32,589	35,048	(2,459)	67,406	69,485	(2,079)	432,947
Waka Kotahi NZ Transport Agency operating funding - Top-up from Crown	6,953	4,590	2,363	9,263	8,550	713	50,302
Parking and enforcement income	9,360	9,625	(265)	17,917	18,607	(690)	123,261
Public transport income	16,242	13,518	2,724	29,668	25,578	4,090	161,314
Other revenue incl. other grants and subsidies	2,350	3,522	(1,172)	6,476	6,944	(468)	38,733
<b>Total operating income</b>	<b>99,658</b>	<b>98,467</b>	<b>1,191</b>	<b>194,575</b>	<b>193,009</b>	<b>1,566</b>	<b>1,245,915</b>
<b>Operating expenditure</b>							
Personnel costs	17,651	18,034	383	34,007	34,625	618	217,539
Capitalised personnel costs	(3,810)	(4,757)	(947)	(6,234)	(8,779)	(2,545)	(43,526)
Public transport contracts	49,306	49,150	(156)	97,627	98,276	649	632,997
Contractors-maintenance	11,231	11,408	177	21,093	21,324	231	132,914
Professional services	2,400	2,256	(144)	3,516	4,245	729	36,205
Track and ferry access charges	4,013	3,393	(620)	7,650	6,785	(865)	44,718
Other expenditure	14,381	16,012	1,631	28,575	30,519	1,944	188,792
Finance costs	1,804	2,340	536	3,611	4,681	1,070	28,086
<b>Total operating expenditure excluding depreciation</b>	<b>96,976</b>	<b>97,836</b>	<b>860</b>	<b>189,845</b>	<b>191,676</b>	<b>1,831</b>	<b>1,237,725</b>
<b>Surplus/(deficit) from operations excluding depreciation</b>	<b>2,682</b>	<b>631</b>	<b>2,051</b>	<b>4,730</b>	<b>1,333</b>	<b>3,397</b>	<b>8,190</b>
Depreciation and amortisation	39,946	43,407	3,461	86,200	86,221	21	552,450
<b>Surplus/(deficit) from operations</b>	<b>(37,264)</b>	<b>(42,776)</b>	<b>5,512</b>	<b>(81,470)</b>	<b>(84,888)</b>	<b>3,418</b>	<b>(544,260)</b>
<b>Income for capital projects</b>							
Waka Kotahi NZ Transport Agency capital co-investment	37,660	38,166	(506)	66,329	73,154	(6,825)	516,415
Auckland Council capital grant	33,013	40,116	(7,103)	69,678	77,218	(7,540)	512,441
Other capital grants	-	190	(190)	(4,085)	1,060	(5,145)	29,135
Vested asset income	17,704	21,670	(3,966)	17,704	21,670	(3,966)	275,000
<b>Total income for capital projects</b>	<b>88,377</b>	<b>100,142</b>	<b>(11,765)</b>	<b>149,626</b>	<b>173,102</b>	<b>(23,476)</b>	<b>1,332,991</b>
<b>Net surplus/(deficit) before tax and derivatives</b>	<b>51,113</b>	<b>57,366</b>	<b>(6,253)</b>	<b>68,156</b>	<b>88,214</b>	<b>(20,058)</b>	<b>788,731</b>
Gains/(losses) on derivatives	4,956	-	4,956	4,063	-	4,063	-
Gain/(loss) on disposal of assets/ non-operating items	(500)	-	(500)	(500)	-	(500)	-
<b>Net surplus/(deficit) after tax and derivatives</b>	<b>55,569</b>	<b>57,366</b>	<b>(1,797)</b>	<b>71,719</b>	<b>88,214</b>	<b>(16,495)</b>	<b>788,731</b>

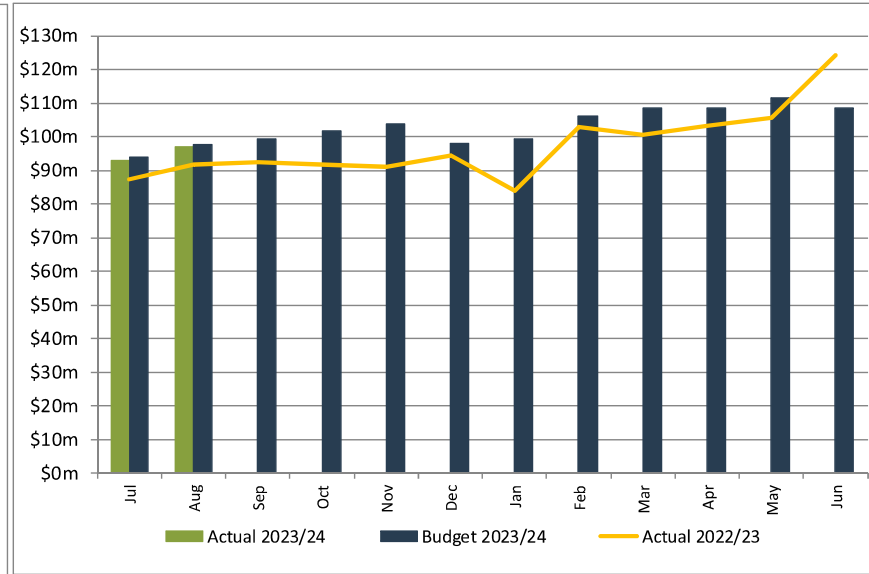
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Section 2 – Financial results for the two months ended 31 August 2023 (continued)

Operating income



Operating expenditure excluding depreciation



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**Section 2a – Summary of Financial Results by Activity**

	Current month			Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Actual \$000	Budget \$000	Variance \$000	Budget \$000
<b>Operating Income</b>							
Rail	11,703	11,908	(205)	22,478	23,439	(961)	144,940
Bus	28,755	24,761	3,994	54,069	48,764	5,305	306,534
Ferry	3,599	3,960	(361)	6,912	7,821	(909)	47,499
Other public transport	2,204	2,231	(27)	4,109	4,429	(320)	29,629
Parking	3,485	4,181	(696)	6,790	8,006	(1,216)	50,275
Enforcement	5,875	5,444	431	11,128	10,601	527	72,986
Roading and footpaths	6,712	9,129	(2,417)	14,976	17,091	(2,115)	96,516
Internal support	5,162	4,687	475	10,270	9,013	1,257	58,179
Auckland Council operating funding	32,164	32,164	-	63,845	63,845	-	439,358
<b>Total operating income</b>	<b>99,659</b>	<b>98,465</b>	<b>1,194</b>	<b>194,577</b>	<b>193,009</b>	<b>1,568</b>	<b>1,245,916</b>
<b>Operating Expenditure</b>							
Rail	17,296	17,602	306	34,203	35,026	823	227,593
Bus	38,375	37,491	(884)	76,093	74,671	(1,422)	479,818
Ferry	5,447	5,410	(37)	10,729	10,818	89	67,699
Other public transport	5,353	4,416	(937)	9,415	8,951	(464)	71,081
Parking	1,444	1,096	(348)	1,934	2,142	208	13,050
Enforcement	2,310	2,650	340	5,151	4,925	(226)	30,487
Roading and footpaths	14,296	15,054	758	27,402	27,298	(104)	167,336
Internal support	12,457	14,113	1,656	24,918	27,849	2,931	180,661
Depreciation and amortisation	39,946	43,407	3,461	86,200	86,221	21	552,450
<b>Total operating expenditure</b>	<b>136,924</b>	<b>141,239</b>	<b>4,315</b>	<b>276,045</b>	<b>277,901</b>	<b>1,856</b>	<b>1,790,175</b>
<b>Surplus/(deficit) from Operations</b>	<b>(37,265)</b>	<b>(42,774)</b>	<b>5,509</b>	<b>(81,468)</b>	<b>(84,892)</b>	<b>3,424</b>	<b>(544,259)</b>

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### Section 2b – Rail Operations

	Current month			Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Actual \$000	Budget \$000	Variance \$000	Budget \$000
<b>Operating Income</b>							
Activity income	3,083	3,786	(703)	5,477	7,080	(1,603)	42,124
Other income	165	121	44	305	237	68	1,559
Waka Kotahi NZ Transport Agency operating funding	7,231	7,219	12	14,983	14,666	317	92,692
Waka Kotahi NZ Transport Agency operating funding - Top-up from Crown	1,224	782	442	1,713	1,456	257	8,565
<b>Total operating income</b>	<b>11,703</b>	<b>11,908</b>	<b>(205)</b>	<b>22,478</b>	<b>23,439</b>	<b>(961)</b>	<b>144,940</b>
<b>Operating Expenditure</b>							
Personnel costs	448	460	12	927	878	(49)	5,458
Capitalised personnel costs	(28)	55	83	(23)	(185)	(162)	(179)
Public transport contracts	10,467	10,406	(61)	20,550	20,978	428	136,881
Contractors-maintenance	12	-	(12)	23	-	(23)	80
Professional services	25	7	(18)	40	15	(25)	332
Track access charges	3,452	3,352	(100)	7,049	6,705	(344)	44,229
Other expenditure	1,119	985	(134)	2,031	1,960	(71)	12,744
Finance costs	1,801	2,337	536	3,606	4,675	1,069	28,048
<b>Total operating expenditure</b>	<b>17,296</b>	<b>17,602</b>	<b>306</b>	<b>34,203</b>	<b>35,026</b>	<b>823</b>	<b>227,593</b>
Depreciation and amortisation	1,804	3,807	2,003	6,533	7,610	1,077	45,848
<b>Surplus/(deficit) from Operations</b>	<b>(7,397)</b>	<b>(9,501)</b>	<b>2,104</b>	<b>(18,258)</b>	<b>(19,197)</b>	<b>939</b>	<b>(128,501)</b>
Internal support costs	2,172	2,567	395	4,360	5,082	721	35,316
<b>Surplus/(deficit)</b>	<b>(9,569)</b>	<b>(12,068)</b>	<b>2,499</b>	<b>(22,618)</b>	<b>(24,279)</b>	<b>1,660</b>	<b>(163,817)</b>

### Section 2b – Bus Operations

	Current month			Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Actual \$000	Budget \$000	Variance \$000	Budget \$000
<b>Operating Income</b>							
Activity income	9,596	6,183	3,413	17,682	11,688	5,994	71,314
Other income	903	686	217	1,637	1,291	346	9,836
Waka Kotahi NZ Transport Agency operating funding	12,709	14,266	(1,557)	27,506	29,031	(1,525)	185,653
Waka Kotahi NZ Transport Agency operating funding - Top-up from Crown	5,547	3,626	1,921	7,244	6,754	490	39,731
<b>Total operating income</b>	<b>28,755</b>	<b>24,761</b>	<b>3,994</b>	<b>54,069</b>	<b>48,764</b>	<b>5,305</b>	<b>306,534</b>
<b>Operating Expenditure</b>							
Personnel costs	454	417	(37)	849	799	(50)	5,015
Capitalised personnel costs	(127)	(128)	(1)	(155)	(245)	(90)	(1,251)
Public transport contracts	34,092	33,794	(298)	67,804	67,392	(412)	434,133
Contractors-maintenance	95	137	42	178	274	96	1,641
Professional Services	41	52	11	12	104	92	738
Track and ferry access charges	-	-	-	-	-	-	-
Other expenditure	3,820	3,219	(601)	7,405	6,347	(1,058)	39,542
Finance costs	-	-	-	-	-	-	-
<b>Total operating expenditure</b>	<b>38,375</b>	<b>37,491</b>	<b>(884)</b>	<b>76,093</b>	<b>74,671</b>	<b>(1,422)</b>	<b>479,818</b>
Depreciation and amortisation	621	601	(20)	1,259	1,193	(66)	7,729
<b>Surplus/(deficit) from Operations</b>	<b>(10,241)</b>	<b>(13,331)</b>	<b>3,090</b>	<b>(23,283)</b>	<b>(27,100)</b>	<b>3,817</b>	<b>(181,013)</b>
Internal support costs	4,579	5,411	832	9,193	10,714	1,521	74,455
<b>Surplus/(deficit)</b>	<b>(14,820)</b>	<b>(18,742)</b>	<b>3,922</b>	<b>(32,476)</b>	<b>(37,814)</b>	<b>5,338</b>	<b>(255,468)</b>



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## Section 2b – Ferry Operations

	Current month			Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Actual \$000	Budget \$000	Variance \$000	Budget \$000
<b>Operating Income</b>							
Operator access fees	568	550	18	1,110	1,109	1	8,221
Activity income	922	1,418	(496)	1,558	2,652	(1,094)	15,963
Other income	86	94	(8)	222	188	34	1,128
Waka Kotahi NZ Transport Agency operating funding	1,841	1,716	125	3,716	3,532	184	20,181
Waka Kotahi NZ Transport Agency operating funding - Top-up from Crown	182	182	-	306	340	(34)	2,006
<b>Total operating income</b>	<b>3,599</b>	<b>3,960</b>	<b>(361)</b>	<b>6,912</b>	<b>7,821</b>	<b>(909)</b>	<b>47,499</b>
<b>Operating Expenditure</b>							
Personnel costs	113	113	-	191	221	30	1,340
Capitalised personnel costs	(31)	(33)	(2)	(83)	(63)	20	(303)
Public transport contracts	4,507	4,546	39	9,033	9,098	65	57,133
Contractors-maintenance	-	-	-	-	-	-	-
Professional Services	-	-	-	-	-	-	-
Ferry access charges	43	40	(3)	82	81	(1)	489
Other expenditure	815	744	(71)	1,506	1,481	(25)	9,040
Finance costs	-	-	-	-	-	-	-
<b>Total operating expenditure</b>	<b>5,447</b>	<b>5,410</b>	<b>(37)</b>	<b>10,729</b>	<b>10,818</b>	<b>89</b>	<b>67,699</b>
Depreciation and amortisation	(1,416)	473	1,889	540	945	405	5,683
<b>Surplus/(deficit) from Operations</b>	<b>(432)</b>	<b>(1,923)</b>	<b>1,491</b>	<b>(4,357)</b>	<b>(3,942)</b>	<b>(415)</b>	<b>(25,883)</b>
Internal support costs	646	763	117	1,297	1,512	215	10,505
<b>Surplus/(deficit)</b>	<b>(1,078)</b>	<b>(2,686)</b>	<b>1,608</b>	<b>(5,654)</b>	<b>(5,454)</b>	<b>(200)</b>	<b>(36,388)</b>

## Section 2b – Other PT Operations

	Current month			Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Actual \$000	Budget \$000	Variance \$000	Budget \$000
<b>Operating Income</b>							
Other income	920	680	240	1,677	1,333	344	11,169
Waka Kotahi NZ Transport Agency operating funding	1,284	1,551	(267)	2,432	3,096	(664)	18,460
Waka Kotahi NZ Transport Agency operating funding - Top-up from Crown	-	-	-	-	-	-	-
<b>Total operating income</b>	<b>2,204</b>	<b>2,231</b>	<b>(27)</b>	<b>4,109</b>	<b>4,429</b>	<b>(320)</b>	<b>29,629</b>
<b>Operating Expenditure</b>							
Personnel costs	2,458	2,187	(271)	4,672	4,217	(455)	27,800
Capitalised personnel costs	54	(655)	(709)	120	(904)	(1,024)	(4,023)
Public transport contracts	11	405	394	11	810	799	4,860
Contractors-maintenance	1,242	1,133	(109)	2,234	2,265	31	21,297
Professional Services	194	237	43	609	447	(162)	6,739
Track and ferry access charges	519	-	(519)	519	-	(519)	-
IT costs	121	67	(54)	269	144	(125)	1,204
Other expenditure	754	1,042	288	981	1,972	991	13,204
Finance costs	-	-	-	-	-	-	-
<b>Total operating expenditure</b>	<b>5,353</b>	<b>4,416</b>	<b>(937)</b>	<b>9,415</b>	<b>8,951</b>	<b>(464)</b>	<b>71,081</b>
Depreciation and amortisation	319	319	-	638	634	(4)	4,010
<b>Surplus/(deficit) from Operations</b>	<b>(3,468)</b>	<b>(2,504)</b>	<b>(964)</b>	<b>(5,944)</b>	<b>(5,156)</b>	<b>(788)</b>	<b>(45,462)</b>
Internal support costs	678	802	123	1,362	1,587	225	11,030
<b>Surplus/(deficit)</b>	<b>(4,146)</b>	<b>(3,306)</b>	<b>(841)</b>	<b>(7,306)</b>	<b>(6,743)</b>	<b>(563)</b>	<b>(56,492)</b>

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### Section 2b – Parking Operations

	Current month			Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Actual \$000	Budget \$000	Variance \$000	Budget \$000
<b>Operating Income</b>							
Parking Fees	3,358	4,122	(764)	6,549	7,894	(1,345)	49,169
Other income	127	59	68	241	112	129	1,106
<b>Total operating income</b>	<b>3,485</b>	<b>4,181</b>	<b>(696)</b>	<b>6,790</b>	<b>8,006</b>	<b>(1,216)</b>	<b>50,275</b>
<b>Operating Expenditure</b>							
Personnel costs	159	226	67	211	436	225	2,654
Capitalised personnel costs	43	12	(31)	69	23	(46)	143
Public transport contracts	-	-	-	-	-	-	-
Contractors-maintenance	127	125	(2)	253	251	(2)	1,530
Professional Services	32	10	(22)	58	20	(38)	122
Track and ferry access charges	-	-	-	-	-	-	-
Other expenditure	1,083	723	(360)	1,343	1,412	69	8,601
Finance costs	-	-	-	-	-	-	-
<b>Total operating expenditure</b>	<b>1,444</b>	<b>1,096</b>	<b>(348)</b>	<b>1,934</b>	<b>2,142</b>	<b>208</b>	<b>13,050</b>
Depreciation and amortisation	910	899	(11)	1,823	1,797	(26)	10,864
<b>Surplus/(deficit) from Operations</b>	<b>1,131</b>	<b>2,186</b>	<b>(1,055)</b>	<b>3,033</b>	<b>4,067</b>	<b>(1,034)</b>	<b>26,361</b>
Internal support costs	125	147	23	250	291	41	2,025
<b>Surplus/(deficit)</b>	<b>1,006</b>	<b>2,039</b>	<b>(1,032)</b>	<b>2,783</b>	<b>3,776</b>	<b>(993)</b>	<b>24,336</b>

### Section 2b – Enforcement Operations

	Current month			Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Actual \$000	Budget \$000	Variance \$000	Budget \$000
<b>Operating Income</b>							
Infringement income	5,875	5,444	431	11,128	10,601	527	72,986
Other income	-	-	-	-	-	-	-
<b>Total operating income</b>	<b>5,875</b>	<b>5,444</b>	<b>431</b>	<b>11,128</b>	<b>10,601</b>	<b>527</b>	<b>72,986</b>
<b>Operating Expenditure</b>							
Personnel costs	1,397	1,282	(115)	2,734	2,475	(259)	15,259
Capitalised personnel costs	29	-	(29)	40	-	(40)	-
Public transport contracts	-	-	-	-	-	-	-
Contractors-maintenance	224	234	10	443	441	(2)	2,868
Professional Services	36	20	(16)	40	41	1	241
Track access charges	-	-	-	-	-	-	-
Debt forgiven/written off by MOJ	207	67	(140)	300	140	(160)	1,034
Movement in doubtful debts	44	183	139	697	367	(330)	2,747
Other expenditure	373	864	491	897	1,461	564	8,338
Finance costs	-	-	-	-	-	-	-
<b>Total operating expenditure</b>	<b>2,310</b>	<b>2,650</b>	<b>340</b>	<b>5,151</b>	<b>4,925</b>	<b>(226)</b>	<b>30,487</b>
Depreciation and amortisation	65	69	4	131	135	4	1,068
<b>Surplus/(deficit) from Operations</b>	<b>3,500</b>	<b>2,794</b>	<b>706</b>	<b>5,977</b>	<b>5,676</b>	<b>301</b>	<b>42,500</b>
Internal support costs	291	344	53	584	681	97	4,731
<b>Surplus/(deficit)</b>	<b>3,209</b>	<b>2,381</b>	<b>828</b>	<b>5,262</b>	<b>4,860</b>	<b>402</b>	<b>36,700</b>

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## Section 2b – Roading and Footpaths Operations

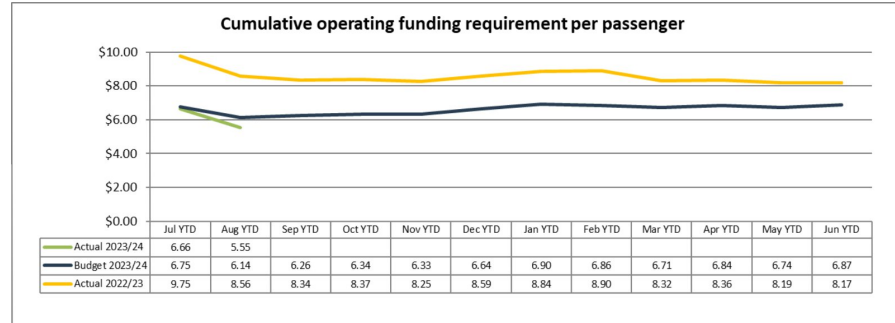
	Current month			Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Actual \$000	Budget \$000	Variance \$000	Budget \$000
<b>Operating Income</b>							
Petrol tax	425	1,109	(684)	1,407	2,122	(715)	11,048
Other income	800	1,303	(503)	2,734	2,606	128	10,289
Waka Kotahi NZ Transport Agency operating funding	5,487	6,717	(1,230)	10,835	12,363	(1,528)	75,179
<b>Total operating income</b>	<b>6,712</b>	<b>9,129</b>	<b>(2,417)</b>	<b>14,976</b>	<b>17,091</b>	<b>(2,115)</b>	<b>96,516</b>
<b>Operating Expenditure</b>							
Personnel costs	3,541	3,501	(40)	6,992	6,741	(251)	42,138
Capitalised personnel costs	(1,342)	(1,239)	103	(2,202)	(2,567)	(365)	(12,497)
Public transport contracts	229	-	(229)	229	-	(229)	-
Contractors-maintenance	9,348	9,676	328	17,300	17,901	601	103,845
Professional Services	528	736	208	1,089	1,303	214	12,518
Track and ferry access charges	-	-	-	-	-	-	-
Utilities and facilities costs	-	-	-	-	-	-	-
Other expenditure	1,992	2,380	388	3,994	3,920	(74)	21,332
Finance costs	-	-	-	-	-	-	-
<b>Total operating expenditure</b>	<b>14,296</b>	<b>15,054</b>	<b>758</b>	<b>27,402</b>	<b>27,298</b>	<b>(104)</b>	<b>167,336</b>
Depreciation and amortisation	34,850	34,744	(106)	69,673	69,139	(534)	435,702
<b>Surplus/(deficit) from Operations</b>	<b>(42,434)</b>	<b>(40,669)</b>	<b>(1,765)</b>	<b>(82,099)</b>	<b>(79,346)</b>	<b>(2,753)</b>	<b>(506,522)</b>
Internal support costs	1,597	1,887	290	3,206	3,736	530	25,966
<b>Surplus/(deficit)</b>	<b>(44,031)</b>	<b>(42,556)</b>	<b>(1,475)</b>	<b>(85,305)</b>	<b>(83,082)</b>	<b>(2,223)</b>	<b>(532,488)</b>

## Section 2b – Internal Support

	Current month			Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Actual \$000	Budget \$000	Variance \$000	Budget \$000
<b>Operating Income</b>							
Rental income	627	672	(45)	1,230	1,344	(114)	8,063
Other income	497	438	59	1,106	872	234	9,333
Waka Kotahi NZ Transport Agency operating funding	4,038	3,577	461	7,934	6,797	1,137	40,783
<b>Total operating income</b>	<b>5,162</b>	<b>4,687</b>	<b>475</b>	<b>10,270</b>	<b>9,013</b>	<b>1,257</b>	<b>58,179</b>
<b>Operating Expenditure</b>							
Personnel costs	9,083	9,847	764	17,430	18,858	1,428	117,876
Capitalised personnel costs	(2,408)	(2,769)	(361)	(3,999)	(4,838)	(839)	(25,415)
Public transport contracts	-	(1)	(1)	-	(2)	(2)	(10)
Contractors-maintenance	183	102	(81)	663	192	(471)	1,652
Professional services	1,544	1,193	(351)	1,667	2,316	649	15,515
Track and ferry access charges	-	-	-	-	-	-	-
IT costs	1,507	3,429	1,922	5,060	6,773	1,713	41,614
Directors fees	38	39	1	76	78	2	465
Other expenditure	2,508	2,270	(238)	4,016	4,466	450	28,926
Finance costs	2	3	1	5	6	1	38
<b>Total operating expenditure</b>	<b>12,457</b>	<b>14,113</b>	<b>1,656</b>	<b>24,918</b>	<b>27,849</b>	<b>2,931</b>	<b>180,661</b>
Depreciation and amortisation	2,793	2,495	(298)	5,604	4,767	(837)	41,546
<b>Surplus/(deficit) from Operations</b>	<b>(10,088)</b>	<b>(11,921)</b>	<b>1,833</b>	<b>(20,252)</b>	<b>(23,603)</b>	<b>3,351</b>	<b>(164,028)</b>
Internal support allocated	10,088	11,921	1,833	20,252	23,603	3,351	164,028
<b>Surplus/(deficit)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

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### Section 2c – Operational funding requirement per passenger for the two months ended 31 August 2023



- The YTD operational cost (net of third party revenue) of \$5.55 per passenger on the PT Network is lower than the budget of \$6.14 mainly due to higher than expected bus and ferry patronage.
- \$3.01 per passenger is subsidised by Waka Kotahi.

	Current month				Year to date				Full year
	Actual	Budget	Variance	Variance %	Actual	Budget	Variance	Variance %	Budget
<b>Rail, Bus and Ferry operations:</b>									
Operating expenditure \$000	59,317	58,166	(1,151)	(2%)	117,419	115,840	(1,579)	(1%)	747,062
Less: Fare revenues and other income \$000									
Customers	15,323	12,838	2,485	19%	27,991	24,245	3,746	15%	150,145
Waka Kotahi NZ Transport Agency top-up	6,953	4,590	2,363	51%	9,263	8,550	713	8%	50,302
Total	22,276	17,428	4,848	28%	37,254	32,795	4,459	14%	200,447
<b>Operating funding requirement \$000</b>	<b>37,041</b>	<b>40,738</b>	<b>3,697</b>	<b>9%</b>	<b>80,165</b>	<b>83,045</b>	<b>2,880</b>	<b>3%</b>	<b>546,615</b>
Patronage 000's	7,959	7,261	698	10%	14,437	13,524	913	7%	79,568
<b>Operating funding requirement per passenger</b>	<b>\$4.65</b>	<b>\$5.61</b>	<b>\$0.96</b>	<b>17%</b>	<b>\$5.55</b>	<b>\$6.14</b>	<b>\$0.59</b>	<b>10%</b>	<b>\$6.87</b>
Waka Kotahi NZ Transport Agency operating funding per passenger	\$2.57	\$2.98	\$0.41	14%	\$3.01	\$3.26	\$0.24	7%	\$3.51
Local share funding (AC) per passenger	\$2.08	\$2.63	\$0.55	21%	\$2.54	\$2.88	\$0.35	12%	\$3.36
<b>Operating funding requirement per passenger</b>	<b>\$4.65</b>	<b>\$5.61</b>	<b>\$0.96</b>	<b>17%</b>	<b>\$5.55</b>	<b>\$6.14</b>	<b>\$0.59</b>	<b>10%</b>	<b>\$6.87</b>

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**Section 2c – Operational funding requirement per passenger for the two months ended 31 August 2023 (continued)**

**Public Transport operating expenditure per passenger funding sources**

	Current month				Year to date				Full year	
	Actual	Budget	Variance	Actual % to Total	Actual	Budget	Variance	Actual % to Total	Budget	Budget % to Total
<b>Rail, Bus and Ferry operations:</b>										
<b>Operating expenditure per passenger</b>	<b>\$7.45</b>	<b>\$8.01</b>	<b>\$0.56</b>	<b>100%</b>	<b>\$8.13</b>	<b>\$8.57</b>	<b>\$0.43</b>	<b>100%</b>	<b>\$9.39</b>	<b>100%</b>
<b>Operating expenditure per passenger is funded by:</b>										
Customers	\$1.93	\$1.77	(\$0.16)	26%	\$1.94	\$1.79	(\$0.15)	24%	\$1.89	20%
Waka Kotahi NZ Transport Agency top-up	\$0.87	\$0.63	(\$0.24)	12%	\$0.64	\$0.63	(\$0.01)	8%	\$0.63	7%
Waka Kotahi NZ Transport Agency operating funding	\$2.57	\$2.98	\$0.41	34%	\$3.01	\$3.26	\$0.24	37%	\$3.51	37%
Local share funding (AC)	\$2.08	\$2.63	\$0.55	28%	\$2.54	\$2.88	\$0.35	31%	\$3.36	36%
<b>Total operating expenditure per passenger</b>	<b>\$7.45</b>	<b>\$8.01</b>	<b>\$0.56</b>	<b>100%</b>	<b>\$8.13</b>	<b>\$8.57</b>	<b>\$0.43</b>	<b>100%</b>	<b>\$9.39</b>	<b>100%</b>

- 24% of the YTD operating expenditure is funded by customers; the rest is funded by Waka Kotahi and Auckland Council. This is favourable to budget mainly due to higher than expected bus and ferry patronage.

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### Section 3a – Summary of Capital Expenditure

	Current month			Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Actual \$000	Budget \$000	Variance \$000	Budget \$000
<b>Regional Land Transport Plan (RLTP) grouping</b>							
Active Modes	2,945	2,644	(301)	6,829	6,280	(549)	53,500
Asset Management	31,433	37,841	6,408	56,781	71,296	14,515	418,118
Bus Projects	1,069	2,655	1,586	1,699	4,391	2,692	40,777
Corridor Improvements	379	332	(47)	397	868	471	11,690
Ferry, Multi-modal, and Park and Ride	9,697	4,213	(5,484)	13,117	7,917	(5,200)	50,202
Local Board Priorities	2,176	2,159	(17)	3,477	3,599	122	18,479
Network Capacity and Performance	791	1,801	1,010	1,651	3,413	1,762	22,000
Operational Programmes	4,468	3,895	(573)	7,512	7,619	107	37,526
Population Growth	2,469	1,418	(1,051)	5,674	3,076	(2,598)	41,658
Rapid Transit: Bus Projects	10,924	13,147	2,223	22,120	24,274	2,154	180,000
Rapid Transit: Rail Projects	630	2,286	1,656	1,835	3,795	1,960	105,448
Safety	2,609	4,868	2,259	9,215	9,907	692	47,000
Sustainability Projects that are in addition to travel choice projects	200	22	(178)	179	55	(124)	500
<b>Total direct capital</b>	<b>70,673</b>	<b>78,469</b>	<b>7,796</b>	<b>131,921</b>	<b>151,434</b>	<b>19,513</b>	<b>1,057,990</b>

### Section 3b – Capital Expenditure Funding

	Current month			Year to date			Full year
	Actual \$000	Budget \$000	Variance \$000	Actual \$000	Budget \$000	Variance \$000	Budget \$000
<b>Direct capital funding</b>							
Waka Kotahi NZ Transport Agency new capital co-investment	28,461	25,529	2,932	48,580	49,331	(751)	387,155
Waka Kotahi NZ Transport Agency renewal co-investment	9,200	12,637	(3,437)	17,749	23,823	(6,074)	129,260
Other capital grants	-	190	(190)	(4,085)	1,060	(5,145)	29,135
Auckland Council capital grant	33,013	40,116	(7,103)	69,678	77,218	(7,540)	512,441
<b>Total direct capital funding</b>	<b>70,674</b>	<b>78,472</b>	<b>(7,798)</b>	<b>131,922</b>	<b>151,432</b>	<b>(19,510)</b>	<b>1,057,991</b>

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## Section 3c – RFT Capital and Operational Expenditure

### RFT Capital and Operating Expenditure

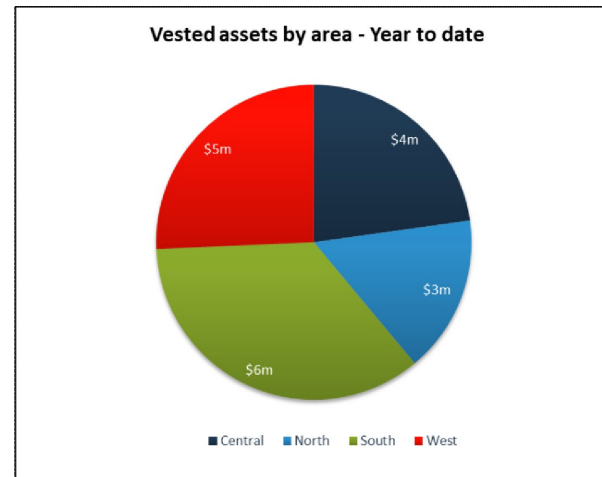
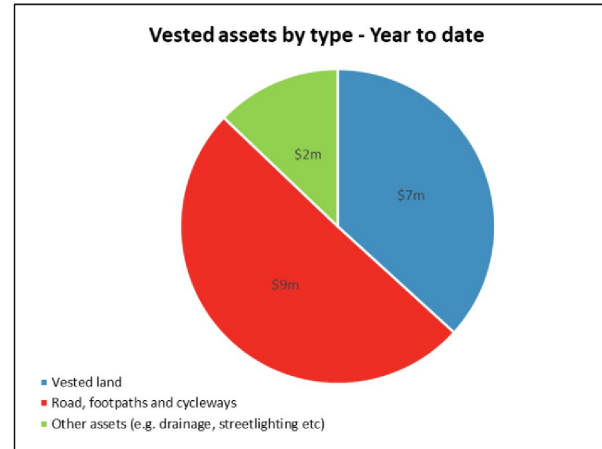
	Year to date			Full year		
	Actual Not RFT Enabled \$000	Actual RFT Enabled \$000	Actual Total \$000	Budget Not RFT Enabled \$000	Budget RFT Enabled \$000	Budget Total \$000
	78,242	53,679	131,921	579,105	478,885	1,057,990
<b>Funding</b>						
Waka Kotahi NZ Transport Agency	33,906	32,422	66,329	248,672	267,743	516,415
Others (ACC,Crown, others)	-	(4,085)	(4,085)	-	29,135	29,135
Auckland Council	44,336	25,342	69,678	330,433	182,008	512,441
<b>Total funding</b>	<b>78,242</b>	<b>53,679</b>	<b>131,921</b>	<b>579,105</b>	<b>478,885</b>	<b>1,057,990</b>
<b>Programme of capital projects supported by the RFT scheme</b>						
Project 1: Bus priority improvements		2,986			41,377	
Project 2: City centre bus infrastructure		214			7,500	
Project 3: Improving airport access		426			15,300	
Project 4: Eastern Busway		21,186			162,000	
Project 5: Park-and-ride facilities		-			-	
Project 6: Electric trains and stabling		1,835			105,448	
Project 7: Ferry Network Improvements		7,418			36,202	
Project 8: Road safety		9,207			46,000	
Project 9: Active transport		4,385			11,000	
Project 10: Penlink		-			-	
Project 11: Mill Road corridor		-			-	
Project 12: Road corridor improvements		(311)			8,000	
Project 13: Network capacity and performance improvement		1,651			22,000	
Project 14: Growth-related transport infrastructure		4,684			24,058	
<b>Total</b>		<b>53,679</b>			<b>478,885</b>	
<b>Operating expenditure</b>		<b>(9)</b>			<b>1,400</b>	
<b>Programme of operating projects supported by the Auckland RFT scheme</b>						
Project 3: Improving airport access (Net of farebox and Waka Kotahi co-funding)		-				
Project 8: Road safety (Fully funded by Auckland Council)		(9)			1,400	
<b>Total</b>		<b>(9)</b>			<b>1,400</b>	

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## Section 3d – Vested Assets

As at 31 August 2023

	Current month	Year to date
	Actual \$000	Actual \$000
<b>Vested Assets - Top 10 Suburbs</b>		
Auckland Central	4,027	4,027
Hobsonville	3,750	3,750
Mangere	2,974	2,974
Kaukapakapa	2,800	2,800
Drury	1,944	1,944
Karaka	934	934
Massey	793	793
Clevedon	409	409
Albany	48	48
Milford	8	8
Other	18	18
<b>Total Vested Asset</b>	<b>17,704</b>	<b>17,704</b>





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## Section 3e – Climate Action Transport Targeted Rate (CATTR)

### CATTR Gross Capital and Operating Expenditure

	Year to date				Full year				Life				
	Actual \$000	Budget \$000	Variance \$000	%	Actual \$000	Budget \$000	Remaining \$000	%	Actual \$000	Budget \$000	Remaining \$000	%	Committed \$000
<b>By Capital/Operational</b>													
<b>Capital</b>	<b>1,435</b>	<b>4,944</b>	<b>3,509</b>	<b>71%</b>	<b>1,435</b>	<b>38,242</b>	<b>36,807</b>	<b>96%</b>	<b>10,628</b>	<b>356,645</b>	<b>346,017</b>	<b>97%</b>	<b>19,598</b>
Climate Action TR - Bus	-	-	-	-	-	-	-	-	-	40,375	40,375	100%	-
Climate Action TR - Cycling	212	530	318	60%	212	9,900	9,688	98%	1,663	112,578	110,915	99%	1,077
Climate Action TR - Ferry	1,206	3,799	2,593	68%	1,206	24,212	23,006	95%	8,896	126,848	117,952	93%	18,508
Climate Action TR - Walking	17	615	598	97%	17	4,130	4,113	100%	69	76,844	76,775	100%	13
<b>Operational</b>	<b>415</b>	<b>771</b>	<b>356</b>	<b>46%</b>	<b>415</b>	<b>11,961</b>	<b>11,546</b>	<b>97%</b>	<b>1,687</b>	<b>451,153</b>	<b>449,466</b>	<b>100%</b>	<b>2,206</b>
Climate Action TR - Bus	279	356	77	22%	279	9,183	8,904	97%	1,429	423,422	421,993	100%	1,764
Climate Action TR - Cycling	132	262	130	50%	132	1,569	1,437	92%	245	14,991	14,746	98%	431
Climate Action TR - Ferry	-	-	-	-	-	292	292	100%	-	(414)	(414)	100%	-
Climate Action TR - Walking	4	153	149	97%	4	917	913	100%	4	7,070	7,066	100%	11
Climate Action TR - Overhead	-	-	-	-	-	-	-	-	9	6,084	6,075	100%	-
<b>Gross Expenditure</b>	<b>1,850</b>	<b>5,715</b>	<b>3,865</b>	<b>68%</b>	<b>1,850</b>	<b>50,203</b>	<b>48,353</b>	<b>96%</b>	<b>12,315</b>	<b>807,798</b>	<b>795,483</b>	<b>98%</b>	<b>21,804</b>
<b>Fare revenue from CATTR delivered services</b>	<b>(10)</b>	<b>(8)</b>	<b>2</b>	<b>(25%)</b>	<b>(10)</b>	<b>(1,445)</b>	<b>(1,435)</b>	<b>99%</b>	<b>(64)</b>	<b>(98,449)</b>	<b>(98,385)</b>	<b>100%</b>	<b>-</b>
Climate Action TR - Bus	(10)	(8)	2	(25%)	(10)	(1,241)	(1,231)	99%	(64)	(90,665)	(90,601)	100%	-
Climate Action TR - Ferry	-	-	-	-	-	(204)	(204)	100%	-	(7,784)	(7,784)	100%	-
<b>Waka Kotahi</b>	<b>(669)</b>	<b>(129)</b>	<b>540</b>	<b>(419%)</b>	<b>(669)</b>	<b>(4,349)</b>	<b>(3,680)</b>	<b>85%</b>	<b>(4,378)</b>	<b>(385,437)</b>	<b>(381,059)</b>	<b>99%</b>	<b>-</b>
<b>CATTR Local Share</b>	<b>(1,171)</b>	<b>(5,577)</b>	<b>(4,406)</b>	<b>79%</b>	<b>(1,171)</b>	<b>(44,409)</b>	<b>(43,238)</b>	<b>97%</b>	<b>(7,874)</b>	<b>(323,913)</b>	<b>(316,039)</b>	<b>98%</b>	<b>-</b>

- **Ferry** charging infrastructure orders planned in July 2023 have been delayed. This is now anticipated for October 2023.
- **Walking** projects construction start dates have been delayed. These delays are not expected to impact on delivery over the year.
  - Seven design projects have been approved to commence in order to build a pipeline of construction ready projects.
  - Manurewa focus area Single Stage Business Case has commenced with the Point of Entry documentation drafted ahead of discussions with Waka Kotahi.
- **Cycling** projects:
  - Hobsonville Road cycling project is progressing well with detailed design underway and construction due to start next financial year.
  - New Lynn design is progressing broadly to plan with a two month delay to programme.
  - Manurewa cycleway has been put on pause and a go/no-go decision is due in mid-September.
  - A tender for business case/ design for Albany cycleway is due to go to market in mid-October.

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## Section 4a – Statement of Financial Position

As at 31 August 2023

	Note	Actual 31 August 2023 \$000	Actual 31 July 2023 \$000
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	1	2,775	4,480
Receivables	2	584,697	583,468
Inventories		12,679	11,397
Other assets		24,349	18,837
Non-current assets held for sale		1,451	1,451
Derivative financial instruments		1,750	216
<b>Total current assets</b>		<b>627,701</b>	<b>619,849</b>
<b>Non-current assets</b>			
Property, plant and equipment (PPE)		26,007,607	26,024,029
Intangible assets		117,085	119,058
Work in progress (PPE and intangible assets)	3	1,138,347	1,072,019
Derivative financial instruments		2,354	10
<b>Total non-current assets</b>		<b>27,265,393</b>	<b>27,215,116</b>
<b>Total assets</b>		<b>27,893,094</b>	<b>27,834,965</b>

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

	Note	Actual 31 August 2023 \$000	Actual 31 July 2023 \$000
<b>Liabilities</b>			
<b>Current liabilities</b>			
Payables and accruals	4	281,026	279,255
Employee entitlements	5	21,320	18,795
Provisions		571	615
Borrowings	6	11,323	11,282
<b>Total current liabilities</b>		<b>314,240</b>	<b>309,947</b>
<b>Non-current liabilities</b>			
Employee entitlements	5	290	290
Derivative financial instruments		-	803
Borrowings	6	458,054	458,987
<b>Total non-current liabilities</b>		<b>458,344</b>	<b>460,080</b>
<b>Total liabilities</b>		<b>772,584</b>	<b>770,027</b>
<b>Net assets</b>		<b>27,120,510</b>	<b>27,064,938</b>
<b>Equity</b>			
Contributed capital		13,272,241	13,272,241
Accumulated funds		5,597,486	5,541,914
Other reserves		8,250,783	8,250,783
<b>Total equity</b>		<b>27,120,510</b>	<b>27,064,938</b>

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## Section 4b – Notes to the Financial Statements

As at 31 August 2023

	Actual 31 August 2023 \$000	Actual 31 July 2023 \$000
<b>1 Cash and cash equivalents</b>		
Cash at bank	2,561	4,266
Till floats	214	214
<b>Total cash and cash equivalents</b>	<b>2,775</b>	<b>4,480</b>

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

<b>2 Receivables</b>		
Trade and other debtors	11,346	14,202
Infringement receivable	54,305	53,518
Amounts due from related parties	446,077	452,911
Accrued revenue	99,201	89,025
	<b>610,929</b>	<b>609,656</b>
Less provision for impairment of receivables	(26,232)	(26,188)
<b>Total current receivables</b>	<b>584,697</b>	<b>583,468</b>

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 August 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	7,313	4,350	-	445,523	457,186
Past due 1 - 30 days	653	3,320	-	174	4,147
Past due 31 - 60 days	529	2,432	-	238	3,199
Past due 61 - 90 days	165	2,102	-	142	2,409
Past due > 90 days	2,686	3,127	38,974	-	44,787
	<b>11,346</b>	<b>15,331</b>	<b>38,974</b>	<b>446,077</b>	<b>511,728</b>
Impairment	(526)	(2,322)	(23,384)	-	(26,232)
	<b>10,820</b>	<b>13,009</b>	<b>15,590</b>	<b>446,077</b>	<b>485,496</b>

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	-	643	54	697
Provisions reversed	-	-	-	-
Provisions relating to receivables written-off	-	-	-	-
Balance at 31 August 2023	<b>526</b>	<b>2,322</b>	<b>23,384</b>	<b>26,232</b>

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## Section 4b – Notes to the Financial Statements (continued)

### As at 31 August 2023

	Opening balance 1 July 2023 \$000	Acquisition YTD 31 August 2023 \$000	Capitalisation YTD 31 August 2023 \$000	Closing balance 31 August 2023 \$000
<b>3 Work in Progress (WIP)</b>				
<b>WIP by activity</b>				
Roads and footpaths	510,326	84,731	-4,293	590,765
Public Transport	500,444	47,189	-52	547,582
<b>Total WIP</b>	<b>1,010,771</b>	<b>131,920</b>	<b>-4,345</b>	<b>1,138,347</b>
<b>WIP by status</b>				
Current WIP (completion in future)				789,099
Due for capitalisation within policy				99,926
Due for capitalisation not within policy				217,443
Forecast completion date not yet provided (new projects)				31,879
<b>Total WIP</b>				<b>1,138,347</b>
<b>Top 10 Programmes</b>				<b>WIP Closing balance 31 August 2023</b>
Eastern Busway Stages 2 to 4				267,548
Safety Programme				81,150
Supporting Growth				78,209
Urban Cycleways Programme				53,761
Decarbonisation of the Ferry Fleet Stage 1				48,287
Rosedale and Constellation Station				47,203
EMU Rolling Stock				46,792
Public Transport Safety				43,902
Customer and Business Technology				41,455
Renewals Transport Network				34,118
<b>Total</b>				<b>742,424</b>

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## Section 4b – Notes to the Financial Statements (continued)

As at 31 August 2023

	Actual 31 August 2023 \$000	Actual 31 July 2023 \$000
<b>4 Payables and accruals</b>		
<b>Current portion</b>		
Creditors	18,653	40,087
Goods and services tax	9,120	780
Accrued expenses	205,678	198,894
Retentions	21,695	22,386
Amounts due to related parties	25,173	16,287
Revenue in advance	707	821
<b>Total current payables</b>	<b>281,026</b>	<b>279,255</b>

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 August 2023**

	Actual 31 August 2023 \$000	Actual 31 July 2023 \$000
<b>5 Employee entitlements</b>		
<b>Current portion</b>		
Accrued salaries and wages	6,352	4,260
Accrued leave	14,968	14,535
<b>Total current employee entitlements</b>	<b>21,320</b>	<b>18,795</b>
<b>Non-current portion</b>		
Retirement gratuities	253	253
Long service leave	37	37
<b>Total non-current employee entitlements</b>	<b>290</b>	<b>290</b>
<b>6 Borrowings</b>		
<b>Current portion</b>		
Finance lease	1,074	1,073
Loans from Auckland Council	10,249	10,209
<b>Total current borrowings</b>	<b>11,323</b>	<b>11,282</b>
<b>Non-current portion</b>		
Finance lease	1,632	1,722
Loans from Auckland Council	456,422	457,265
<b>Total non-current borrowings</b>	<b>458,054</b>	<b>458,987</b>
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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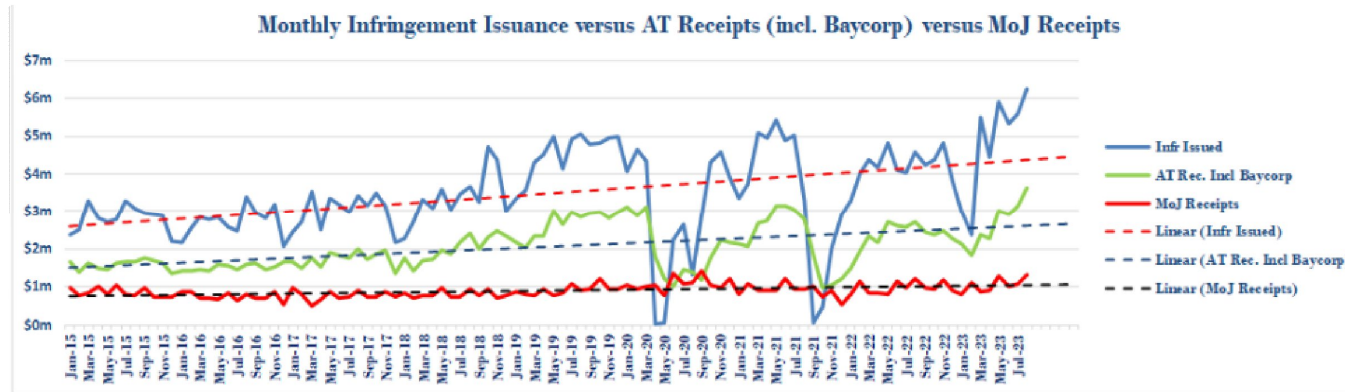
## Section 5 – Cashflow

	Year to Date		Full year	
	Actual \$000	Budget \$000	Budget \$000	
<b>Cash flows from operating activities</b>				<b>Reconciliation of surplus after tax to net cash from operating activities</b>
<b>Total cash provided</b>	<b>392,096</b>	<b>364,587</b>	<b>2,305,087</b>	<b>Actual \$000</b>
<b>Cash applied to</b>				
Payments to suppliers and employees	204,210	226,810	1,217,347	
Interest paid	3,005	4,681	28,086	
<b>Total cash applied</b>	<b>207,215</b>	<b>231,491</b>	<b>1,245,433</b>	<b>Surplus after tax</b>
<b>Net cash from operating activities</b>	<b>184,881</b>	<b>133,096</b>	<b>1,059,654</b>	<b>71,719</b>
<b>Cash flows from investing activities</b>				<b>Add/(less) non-cash items</b>
<b>Cash applied to:</b>				Depreciation and amortisation
Purchase of property, plant and equipment	185,244	131,432	1,057,990	86,200
<b>Net cash from investing activities</b>	<b>(185,244)</b>	<b>(131,432)</b>	<b>(1,057,990)</b>	Vested asset income
				(17,704)
				Write-off of capital works
				500
				Gains/(losses) on derivatives
				(3,512)
				<b>65,484</b>
<b>Cash flows from financing activities</b>				<b>Add/(less) movements in balance sheet items</b>
<b>Cash applied to</b>				Receivables
Repayments of EMU loan from Auckland Council	1,663	1,664	1,664	58,682
Repayments of finance lease principal	177	-	-	Inventories
<b>Net cash from financing activities</b>	<b>(1,840)</b>	<b>(1,664)</b>	<b>(1,664)</b>	(639)
				Other assets
				(10,812)
				Payables and accruals
				2,836
				Employee entitlements
				2,269
				Provisions
				(4,658)
<b>Net (decrease)/increase in cash and cash equivalent</b>	<b>(2,203)</b>	<b>-</b>	<b>-</b>	<b>47,678</b>
Opening cash and cash equivalents	4,978	-	-	<b>Net cash from operating activities</b>
<b>Closing cash balance</b>	<b>2,775</b>	<b>-</b>	<b>-</b>	<b>184,881</b>


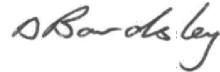
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## Section 6 – Infringement Overview

Over 104 months (January 2015 to August 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, despite more matters lodged with them. MoJ is in line with Issuance and Receipts and has resulted in an unusually high return in August.



## Te pou whenua tuinga / Document ownership

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