

# Financial Results for the Six Months Ended 31 December 2011

## Introduction

This report summarises for Auckland Transport:

- the financial results for the six months ended 31 December 2011,
- update on the quarter one forecast results for the twelve months ended 30 June 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 established in the budget

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

Net operating result = Operating income less expenditure

Net Surplus (Deficit) = Net operating result plus income for capital projects

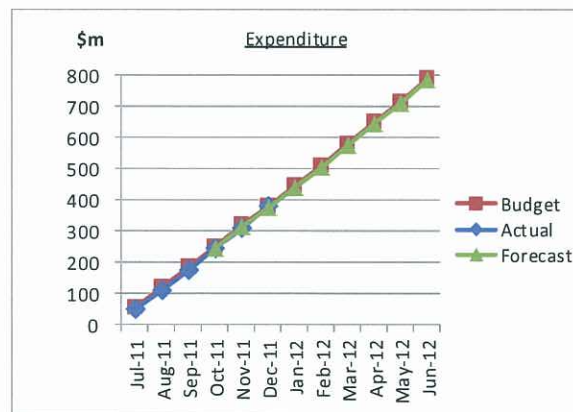
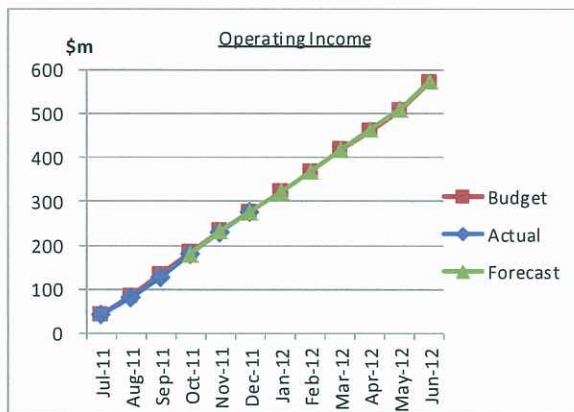
### Key to symbols used:

	: 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

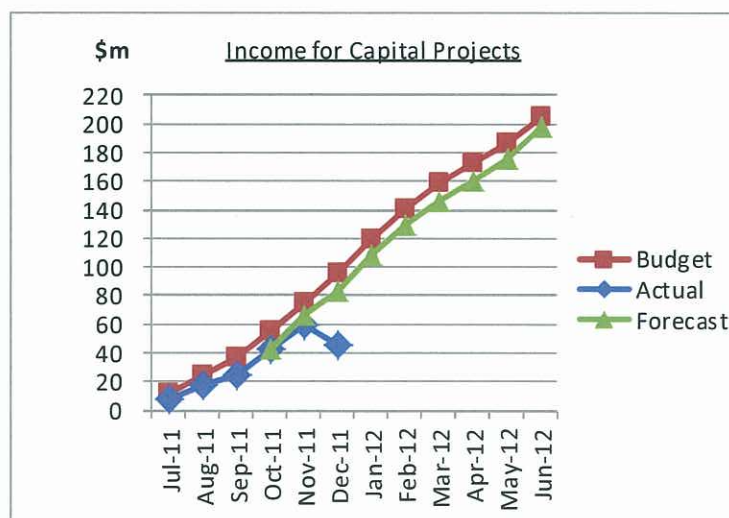
# Executive Summary

## YTD results to 31 December 2011:

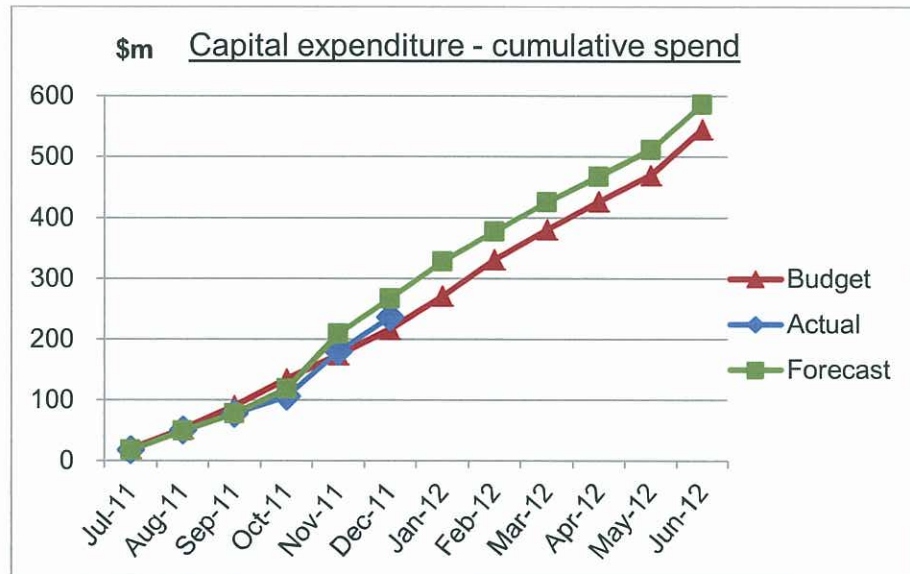
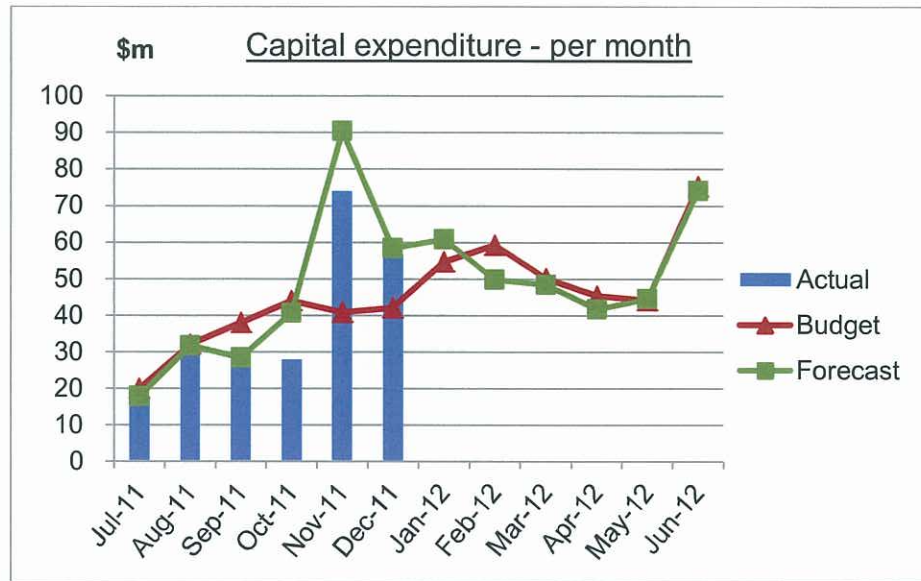
	Current month variance to Forecast \$m	Year to date variance to Forecast \$m	Year to date results	Year to date Actual \$m	Year to date Forecast \$m	Full year Forecast \$m	Full Year Budget \$m
Total operating income	3.8	(0.4)	↓ ●	277.5	277.9	572.2	569.8
Total operating expenditure	(6.0)	(0.8)	↑ ●	379.7	378.9	786.7	792.8
Profit/(loss) from operations	(2.2)	(1.2)	↓ ●	(102.2)	(101.0)	(214.5)	(223.0)
Income for capital projects	(32.2)	(39.0)	↓ ●	44.9	83.9	198.8	205.8
Net surplus/(deficit) before tax	(34.3)	(40.2)	↓ ●	(57.4)	(17.1)	(15.7)	(17.1)
Capital expenditure	1.5	30.2	↓ ●	237.0	267.2	586.3	546.2



Income for capital projects YTD is below forecast by \$39.0m. It should be noted that AT has agreed with NZTA to a lower Funding Assistance Rate (FAR) for delivery of AT's local road renewals programme in the 2011/2012 financial year. This accounts for \$32m of the variance, and the balance is due to the timing of the capital programme.



Capital expenditure for the month was \$56.9m, an underspend to forecast of \$1.5m. YTD capital expenditure was \$237.0m, a variance to forecast of \$30.2m.



The asset position is sound with net assets of \$13b at the end of December and cash flow funding arrangements in place to ensure all liabilities can be met.

## Recommendation

That the Auckland Transport Board receive this report.

<p><b>WRITTEN BY</b></p>	<p>Name: Harlem Cabuhat <b>Title: Planning and Reporting Accountant</b></p> <p>Susan Cairns <b>Senior Financial Reporting Accountant</b></p>	  
<p><b>RECOMMENDED BY</b></p>	<p>Name: Julian Michael <b>Title: Financial Reporting Manager</b></p> <p>Name: Stephen Smith <b>Title: Finance Manager</b></p>	  
<p><b>APPROVED FOR SUBMISSION BY</b></p>	<p>Name: David Foster <b>Title: Chief Financial Officer</b></p>	



# Financial Results for the Seven Months Ended 31 January 2012

## Introduction

This report summarises for Auckland Transport:

- the financial results for the seven months ended 31 January 2012,
- update on the reforecast results for the twelve months ended 30 June 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 established in the budget

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

Net operating result = Operating income less expenditure

Net Surplus (Deficit) = Net operating result plus income for capital projects

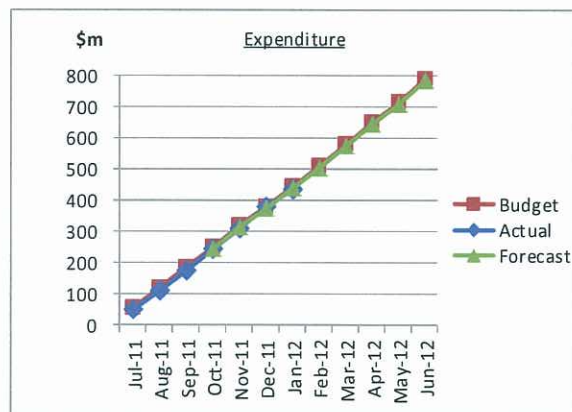
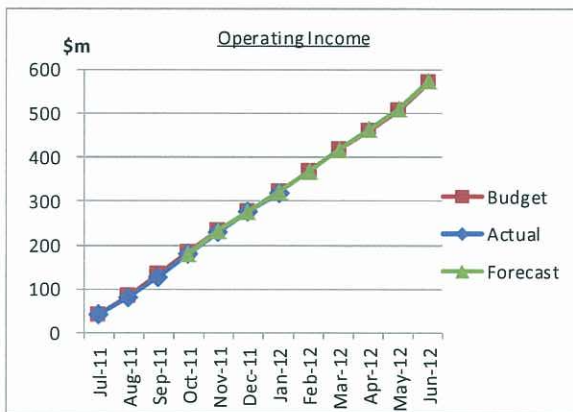
### Key to symbols used:

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

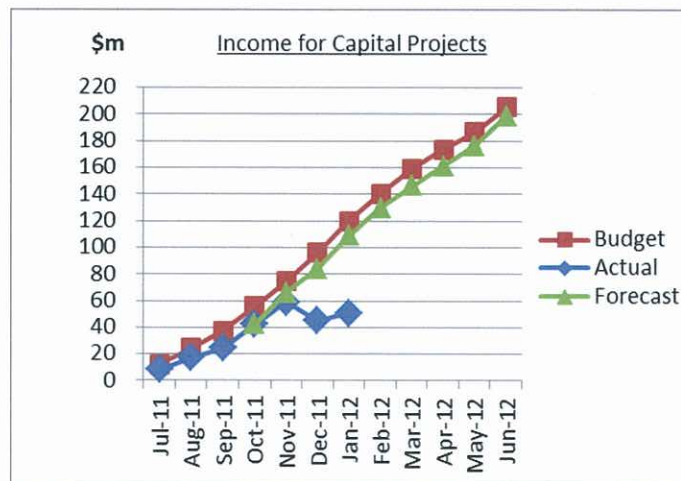
# Executive Summary

## YTD results to 31 January 2012:

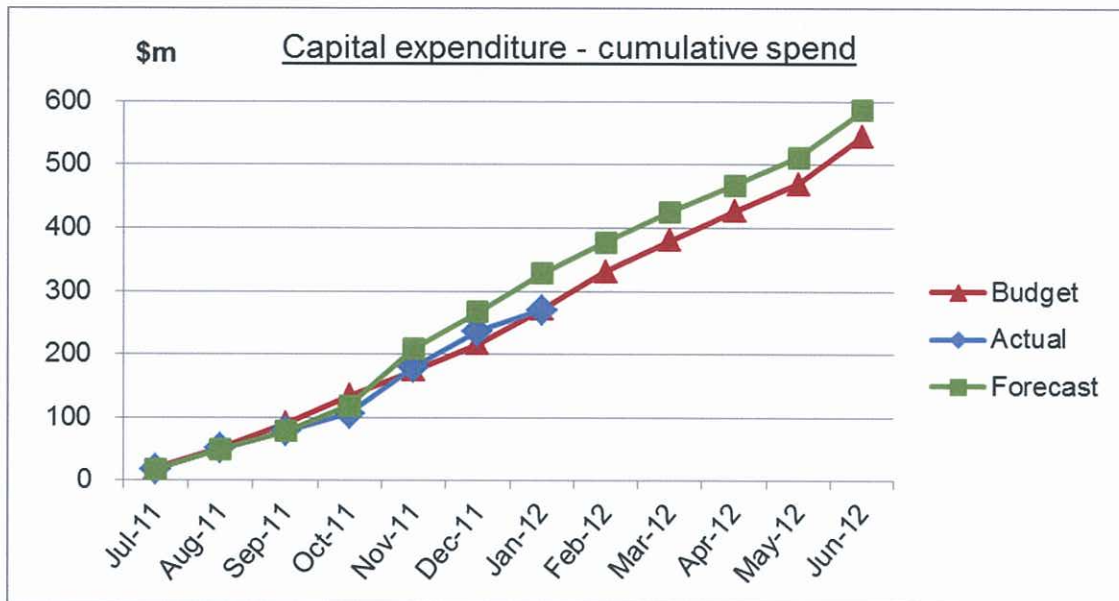
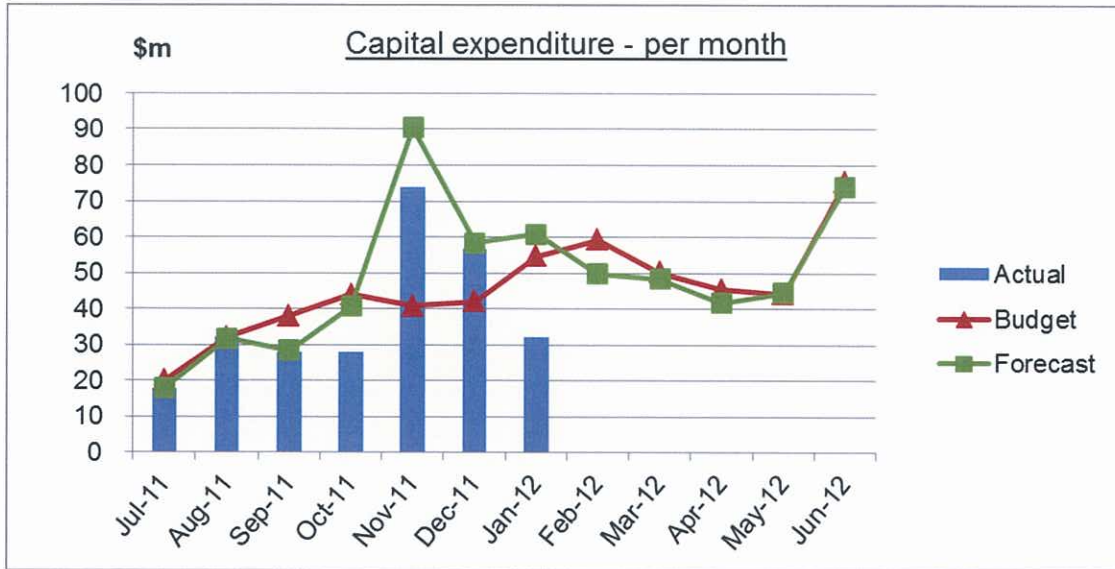
	Current month variance to Forecast \$m	Year to date variance to Forecast \$m	Year to date results	Year to date Actual \$m	Year to date Q1 Forecast \$m	Full Year Budget \$m
Total operating income	(2.8)	(3.2)	↓ ●	317.9	321.1	569.8
Total operating expenditure	2.2	1.1	↓ ●	438.8	439.9	792.8
Profit/(loss) from operations	(0.6)	(2.1)	↓ ●	(120.9)	(118.8)	(223.0)
Income for capital projects	(18.7)	(57.7)	↓ ●	51.2	108.9	205.8
Net surplus/(deficit) before tax	(19.3)	(59.8)	↓ ●	(69.8)	(10.0)	(17.1)
Capital expenditure	28.3	58.0	↓ ●	270.0	328.0	546.2



Income for capital projects YTD is below forecast by \$57.7m. It should be noted that AT has agreed with NZTA to a lower Funding Assistance Rate (FAR) for delivery of AT's local road renewals programme in the 2011/2012 financial year. This accounts for \$40.1m of the variance and the balance is due to the timing of the capital programme.



Capital expenditure for the month was \$32.5m, an underspend to forecast of \$28.3m. YTD capital expenditure was \$270.0m, a variance to forecast of \$58.0m.



The asset position is sound with net assets of \$13.0b at the end of January and cash flow funding arrangements in place to ensure all liabilities can be met.

## Recommendation

That the Auckland Transport Board receive this report.

<p><b>WRITTEN BY</b></p>	<p>Name: Harlem Cabuhat <b>Title: Planning and Reporting Accountant</b></p> <p>Susan Cairns <b>Senior Financial Reporting Accountant</b></p>	  
<p><b>RECOMMENDED BY</b></p>	<p>Name: Julian Michael <b>Title: Financial Reporting Manager</b></p> <p>Name: Stephen Smith <b>Title: Finance Manager</b></p>	  
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