

Finance Committee

Finance Report

Period 11:

1 April 2018 – 02 February 2019

11 March 2019

Simon Kilonback



Summary and outlook

Summary

- Strong year-to-date performance, despite subdued economy and Elizabeth line delays
- Passenger income is 1% ahead of Budget and 2% better than last year
- Operating costs are 6% lower than Budget, driven by our management of costs and timing differences
- Net operating surplus is significantly ahead of Budget and broadly in line with last year, despite the loss of day-to-day operating grant

Outlook

- Despite the subdued economic environment our focus on cost control has delivered efficiencies significantly ahead of Budget
- We are expecting the full year net operating surplus to be over £300m better than Budget



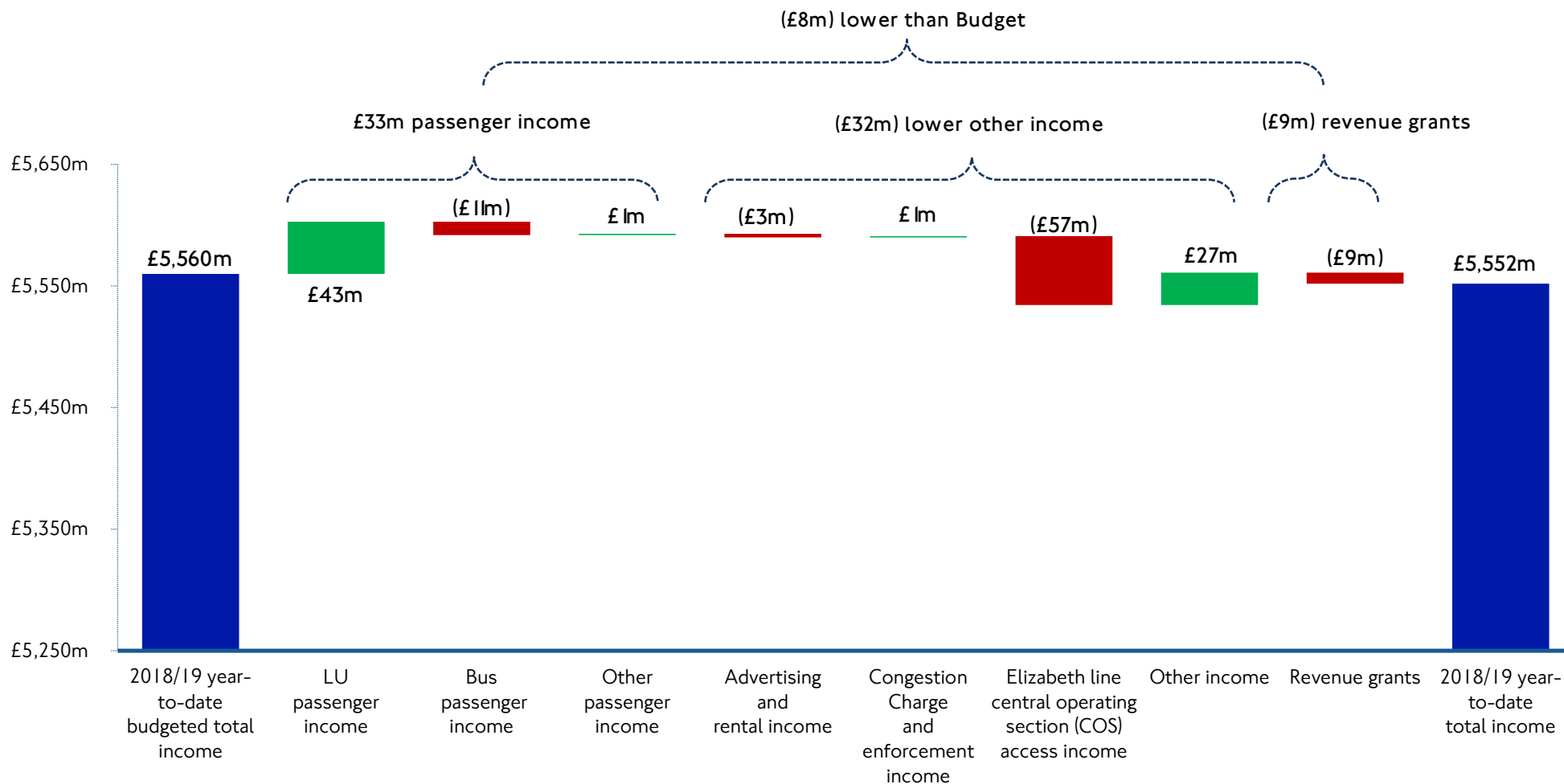
Performance against 2018/19 budget

Key figures - Operating account

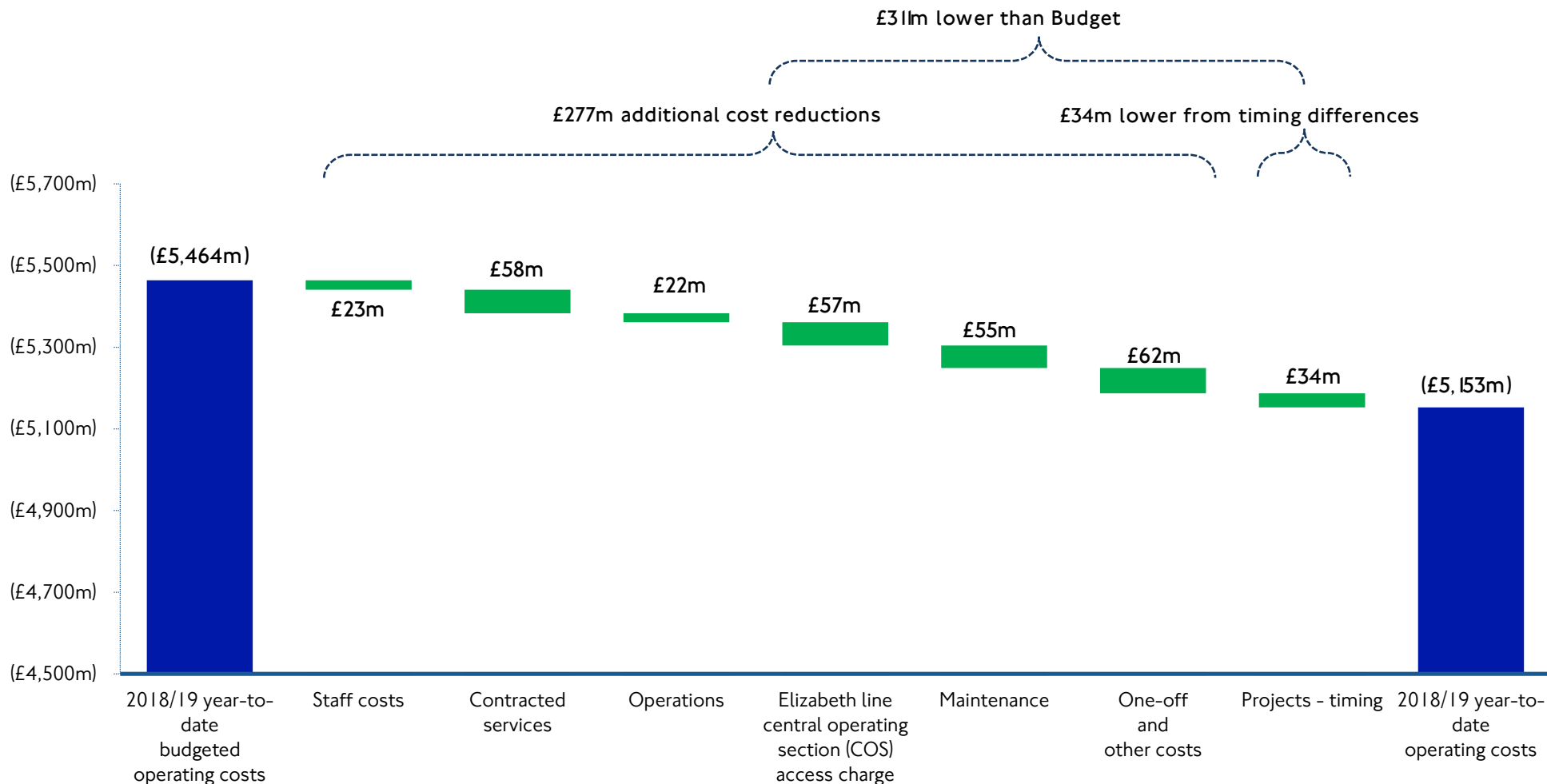
	Year to date, 2018/19				2017/18		
	Results	Budget	Variance to Budget	% variance to Budget	Last year results	Variance to last year	% variance to last year
Passenger income	4,029	3,996	33	1%	3,956	73	2%
Other operating income	681	713	(32)	-4%	623	58	9%
Total operating income	4,710	4,709	1	0%	4,579	131	3%
Total revenue grants	842	851	(9)	-1%	976	(134)	-14%
Total income	5,552	5,560	(8)	0%	5,555	(3)	0%
Operating costs	(5,153)	(5,464)	311	-6%	(5,144)	(9)	0%
Net operating surplus	399	96	303	316%	411	(12)	-3%



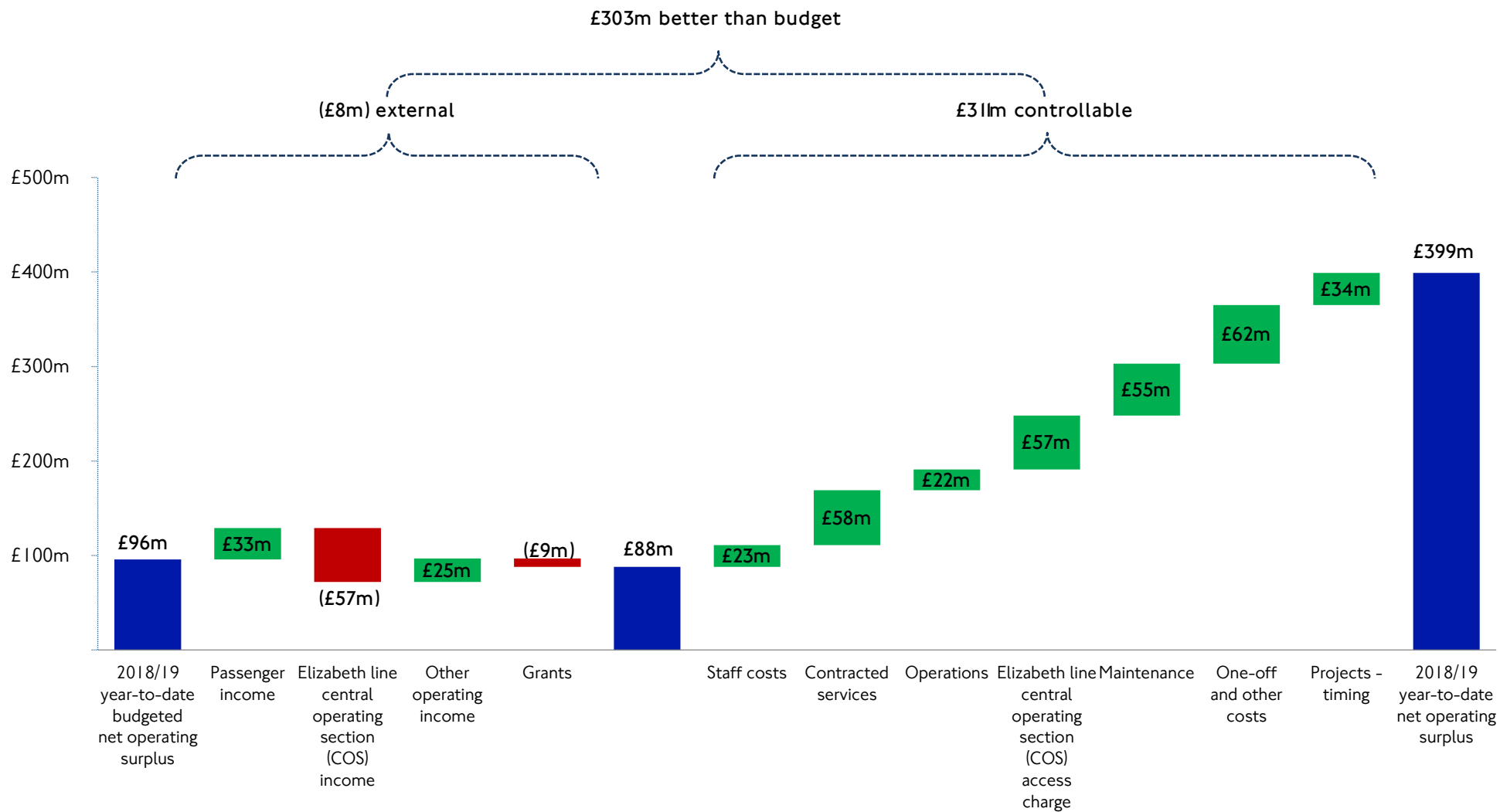
Total Income



Operating costs



Net operating surplus



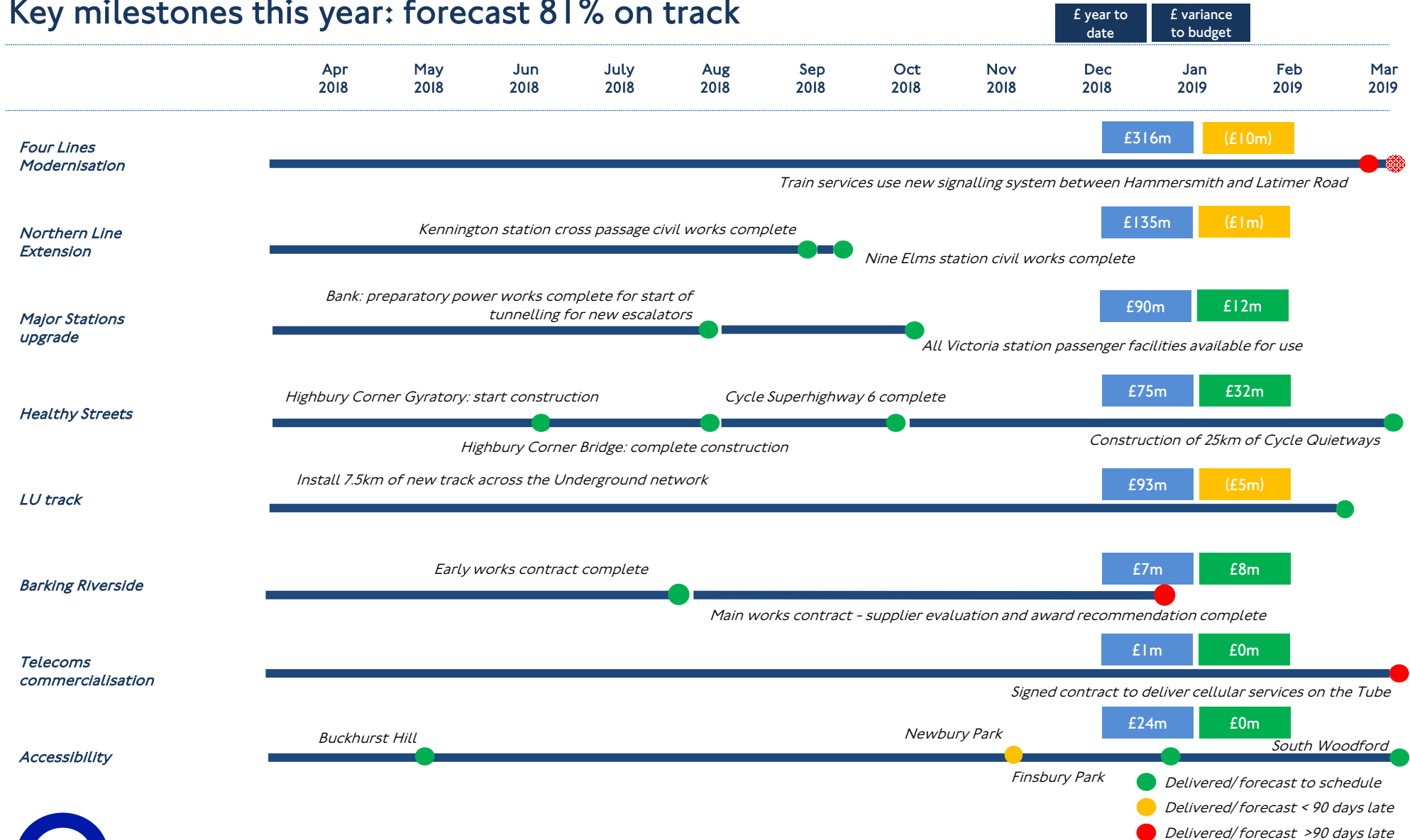
Performance against 2018/19 budget

Key figures – Capital expenditure

	Year to date, 2018/19				2017/18		
	Results	Budget	Variance to Budget	% variance to Budget	Last year results	Variance to last year	% variance to last year
Capital renewals	(321)	(411)	90	-22%	(437)	116	-27%
New capital investment	(1,135)	(1,440)	305	-21%	(1,122)	(13)	1%
TfL capital expenditure	(1,456)	(1,851)	395	-21%	(1,559)	103	-7%
Crossrail	(1,186)	(516)	(670)	130%	(1,261)	75	-6%
Total capital expenditure	(2,642)	(2,367)	(275)	12%	(2,820)	178	-6%



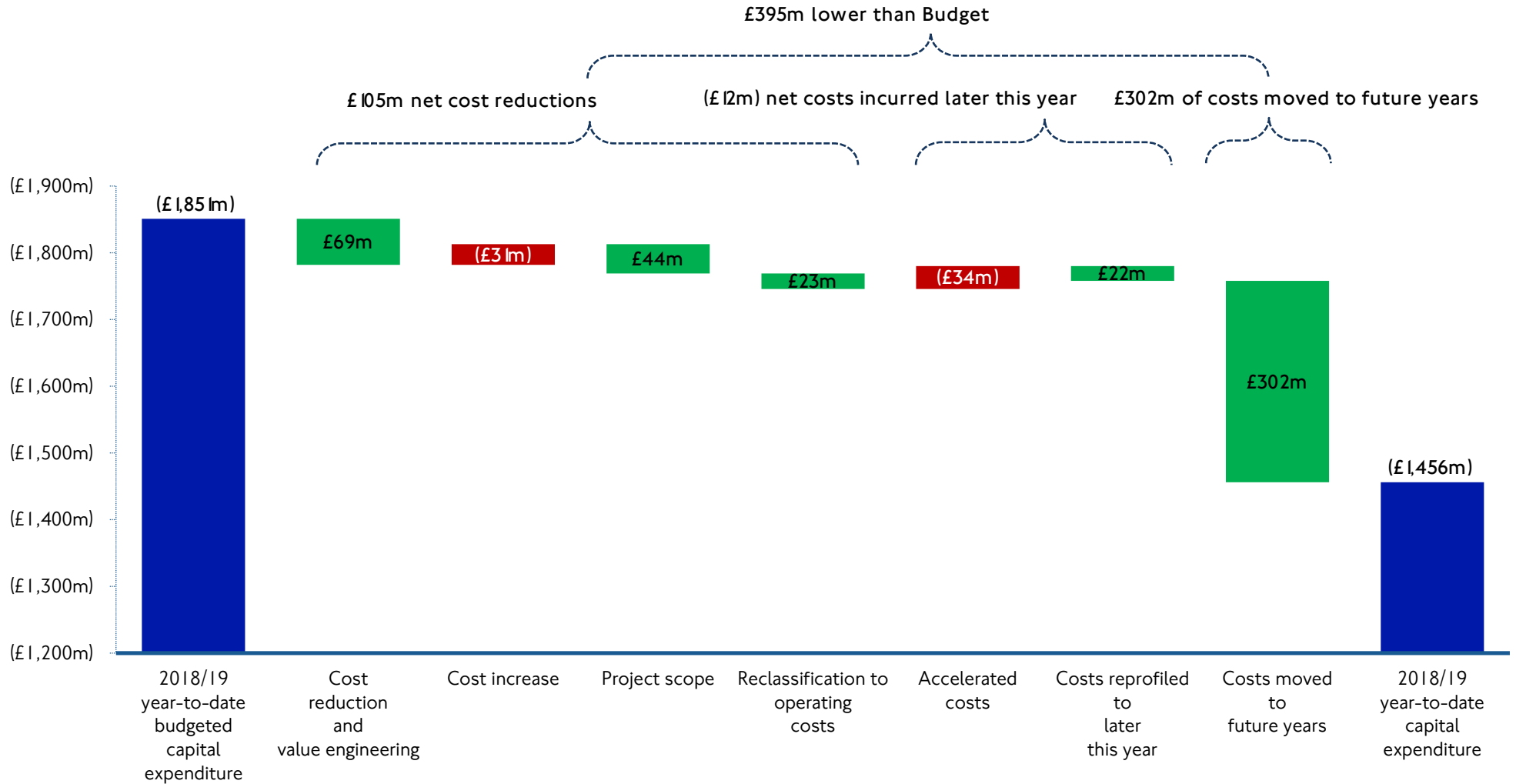
Key milestones this year: forecast 81% on track



- Delivered/forecast to schedule
- Delivered/forecast < 90 days late
- Delivered/forecast >90 days late



Capital expenditure (excl. Crossrail)



TfL cash balances (excl. Crossrail)

