

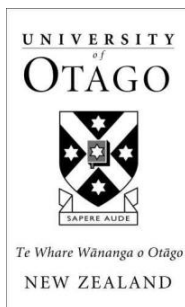
Finance and Budget Committee

Venue - Committee Room North, First Floor, Clocktower Building



03 July 2024 03:00 PM - 04:30 PM

Agenda Topic	Presenter	Page
Part 1 - Open Committee		
1. Minutes To confirm Part 1 of the Minutes of the meeting of the Finance and Budget Committee held on 18 April 2024.	Confirmation	2
2. Financial Review Report To receive the Part 1 Financial Review for the period ended 31 May 2024.	Information	4
3. Exclusion of the Public To approve a motion under Section 48 of the Local Government Official Information and Meetings Act 1987, that the public be excluded from the specified proceedings of this meeting.	Decision	22
4. Next Meeting The Finance and Budget Committee is scheduled to meet next on 26 September 2024.		



FINANCE AND BUDGET COMMITTEE

Minutes of a meeting of the Finance and Budget Committee

18 April 2024

- Present** Chancellor (Convener), Pro-Chancellor, Vice-Chancellor (Acting), Professor R W Adler, Hon C E Curran and Mr M A Wong
- Apologies** Ms K L Wells
- In attendance** Mr B N Trott (Chief Financial Officer), the Registrar and Secretary to the Council and the Deputy Secretary to the Council.

Part 1 - Open Committee

1. Minutes

Part 1 of the Minutes of the meeting of the Finance and Budget Committee held on 22 February 2024 were confirmed.

2. Exclusion of the Public

The Committee

APPROVED

a motion under Section 48 of the Local Government Official Information and Meetings Act 1987, that the public be excluded from the remaining parts of the proceedings of the meeting as appended to these minutes.

2. Exclusion of the Public

The Convener moved that the public be excluded from the whole of the proceeding of this meeting/the following parts of the proceedings of this meeting, namely, —

- Item 3 Part 2 Minutes of the Meeting of the Finance and Budget Committee held on 22 February 2024
- Item 4 Finance and Budget Committee Work Plan and Action Follow-Up Register
- Item 5 Strategic Risk Report
- Item 6 Proposed TEC Financial Monitoring Framework
- Item 7 Multi-year Forecasts
- Item 8 Convener’s Business

The general subject of each matter to be considered while the public is excluded, the reason for passing this resolution in relation to each matter and the specific grounds under Section 48(1) of the Local Government Official Information and Meetings Act 1987 for the passing of this resolution are as follows:-

General Subject	Reason for passing this resolution	Ground under Section 48(1)(a) for the passing of this resolution
Items 3 - 8 Confidential Minutes and Reports	Good reason for withholding information under the Official Information Act	Section 48(1)(a)(ii)

This resolution is made in reliance on Section 48(1)(a)(ii) of the Local Government Official Information and Meetings Act 1987 and the particular interest or interests protected by Sections 6,7 and/or 9 of the Official Information Act 1982 (except section 9(2)(g)(i)) as the case may require. The interests which would be prejudiced by the holding of the whole or the relevant part of the proceedings of the meeting in public are as follows:

Item 3	Part 2 Minutes of the Meeting of the Finance and Budget Committee held on 22 February 2024	s9(2)(a), (i), (j) and (k)
Item 4	Finance and Budget Committee Work Plan and Action Follow Up Register	s9(2)(i), and (k)
Item 5	Strategic Risk Report	s9(2)(i), and (k)
Item 6	Proposed TEC Financial Monitoring Framework	s9(2)(i), and (k)
Item 7	Multi-year Forecasts	s9(2)(i), and (k)
Item 8	Convener’s Business	s9(2)(i), and (k)

AND THAT Mr B N Trott be permitted to remain at this meeting after the public has been excluded because of their knowledge of the matters to be discussed. This knowledge, which will be of assistance in relation to the matters to be discussed, is relevant to those matters because it relates to aspects of the administration of the University of Otago for which these people are responsible. The Registrar and Secretary and the Deputy Secretary to the Council are also permitted to remain at the meeting so as to provide advice and secretarial support.



FINANCIAL REVIEW – PART I

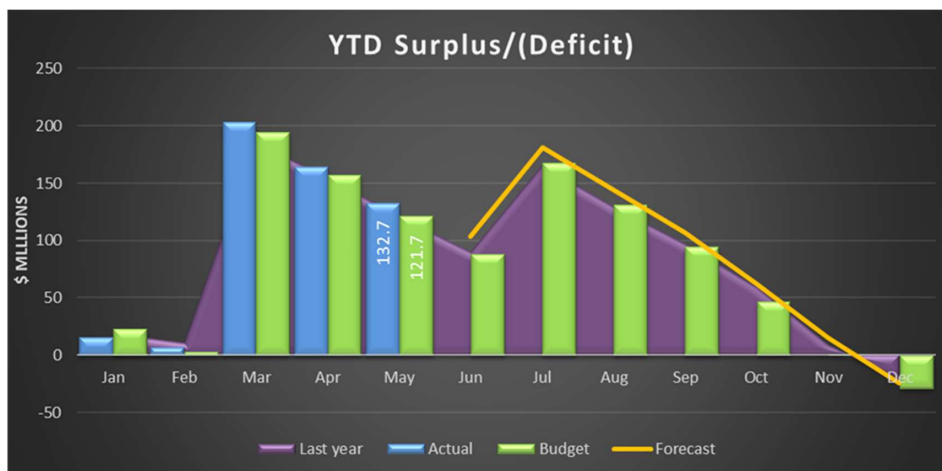
For the Period Ended 31 May 2024

Executive Summary

Council approved the 2024 budget at their November 2023 Council meeting. A full year budgeted deficit of \$28.9 million was approved.

The operating surplus for the period ended 31 May was \$132.7 million, which was \$11.0 million higher than the budgeted surplus of \$121.7 million. This favourable variance was largely related to lower than budgeted spend on consumables, scholarships, salaries and depreciation and earlier than budgeted drawdowns of trust funds, offset in part by unfavourable variances on student related income arising from unfavourable domestic enrolments offset by favourable international enrolments, unfavourable PBRF and finance costs.

Liquidity continues to be strong. Borrowing recommenced in April 2024, which, in conjunction with current cash reserves, ensures sufficient funds to meet expenditure on major projects over the coming months.



Tuition-related income is largely recognised in March and July at the time of first and second semester enrolments, rather than evenly throughout the year. This shows the impact of enrolment numbers as early as possible, allowing time for decisions to be made about the consequences of variances against income budgets. This phases the University surplus as shown in the graph above, with income being recognised early in the year.

Year to date surplus/(deficit) by function (\$ million):

Full Year		Year to Date				
Last Year	Budget	Actual	Budget	Variance	Last Year	
\$ m	\$ m	\$ m	\$ m	\$ m	\$ m	
209.7	224.8	Teaching	222.8	217.4	5.4	205.1
6.7	3.7	Research	9.1	7.4	1.8	11.2
(2.2)	0.3	Commercial	(1.0)	0.2	(1.1)	(0.6)
5.3	1.1	Treasury	0.3	0.5	(0.1)	2.8
(241.2)	(258.8)	Administration	(98.6)	(103.7)	5.2	(97.9)
(21.6)	(28.9)		132.7	121.7	11.0	120.6

Forecast

The forecast deficit of \$24.2 million is \$4.7 million better than the budgeted 2024 deficit of \$28.9 million.

The budgeted 2024 deficit included a \$14.4 million budget gap of which \$11.4 million has now been achieved.

Forecasts are updated monthly to reflect known and forecast movements in income and expenditure items.

	\$ million
Council Approved 2024 Budget	(28.9)
Changes to Income	
Increase in Net Research Overhead and Surplus Transfers	1.2
Increase in net external commercial, donation & intellectual property income	0.6
Decrease in Performance Based Research Funding	(1.4)
Decrease in college fees and property rents	(2.3)
Decrease in student related income	(3.6)
Changes to Expenditure	
Partial release of severance provision in Corporate	5.0
Scholarships lower than forecast	2.4
Net Decrease in consumables, sub-contracted and occupancy costs	1.6
Decrease in depreciation due to 2023 building revaluation	1.4
Salary savings due to vacant staffing positions	0.3
Reduced ability to capitalise interest on borrowing	(0.5)
Current Forecast Deficit	(24.2)
\$3.0 million budget gap, still to be identified for 2024	

Divisional Operating Contribution Summary

	Year to date (\$ millions)			Commentary
	Actual	Budget	Variance	
Academic Divisions				
Commerce	5.1	4.5	0.7	Favourable salaries and scholarships, offset in part by unfavourable consulting and commercial income.
Health Sciences	99.3	96.4	2.8	Favourable timing related variances arising from additional student related income received but not yet spent, earlier than budgeted drawdown from trusts and favourable consumables.
Humanities	12.6	14.5	(1.8)	Unfavourable variance on student related income and lower than expected MOE funding for Education Support Services.
Sciences	21.9	24.0	(2.1)	Unfavourable variance on student related income.
Total Academic Divisions	138.9	139.3	(0.5)	
Other Divisions				
Academic & Student Services	11.7	8.7	3.0	Favourable contract & commercial income (which will be offset with expenditure during the year) and favourable salary related costs due to vacant positions.
Campus & Collegiate Life Services	0.9	2.1	(1.2)	Unfavourable variance related to salaries, College and UniFlats occupancy and loss of UniCol summer conferencing income.
Committees	(11.7)	(15.7)	4.0	Favourable variances on scholarships and consumables.
External Engagement	1.8	0.6	1.3	Additional outreach activity income received offset, in part, with related unbudgeted expenditure
Corporate	(4.7)	(6.1)	1.4	Strategic funds budgeted, not yet allocated.
Financial Services	(0.0)	(0.1)	0.0	
Human Resources	0.2	0.0	0.2	
Information Technology Services	(15.7)	(14.5)	(1.3)	Unfavourable software maintenance costs.
Operations	6.3	6.3	0.0	
Capital Projects	(3.6)	(6.1)	2.6	Favourable timing related variances on IT related projects.
Property Services	1.7	0.8	0.9	Favourable variances on depreciation, consumables and salary costs.
Research	(0.1)	(0.1)	(0.0)	
Shared Services	7.6	6.9	0.7	Favourable salaries and unbudgeted internal grant funding for AskOtago initiative.
Vice Chancellor's Office	(0.6)	(0.4)	(0.1)	
Total Other Divisions	(6.1)	(17.6)	11.5	
Grand Total Surplus / (Deficit)	132.7	121.7	11.0	

Treasury

Investment Income

Net Investment income was close to budget.

Cash balance

Cash on hand was \$0.8 million lower than budget.

Operating cash flows were \$8.9m lower than budget, largely due to lower income from student and service fees and higher than budget payments to employees, offset in part by lower than budgeted payments to suppliers.

Net cash outflow from investing was \$64.0 million year to date. This was \$18.1 million lower than budget due to delayed expenditure on capital projects.

Net cash flows from financing activities was \$40.0 million year to date and \$30.8 million lower than budget due to delayed borrowing.

Capital

Total capital expenditure year to date was \$56.8 million. This was \$21.7 million less than budget.

Capital Projects

Major (project budget \$10 million plus) capital project variances were:

Project	Year to Date			Project Life to Date				
	Actual \$ m	Budget \$ m	Variance \$ m	Actual \$ m	Budget \$ m	% spent	Estimate at Completion \$ m	% complete
Christchurch Campus Redevelopment	21.4	29.1	7.7	93.0	240.8	39%	253.6	37%
CApSc Building Refurbishment	1.7	4.2	2.5	15.4	21.8	71%	21.7	71%
Aquinas Extension	1.6	0.9	(0.7)	22.8	23.3	98%	23.5	95%
Arana Seismic and Fire	1.9	4.5	2.6	3.7	14.9	25%	14.6	25%
Strategic Space – Plaza and Otago Business School Buildings	3.6	4.7	1.1	7.7	10.4	74%	10.4	74%
Other projects	8.9	17.2	8.3					
Total Major Projects	39.1	60.5	21.5					
Total Divisional Capital	17.7	18.0	0.3					
TOTAL CAPITAL	56.8	78.5	21.7					

Christchurch Campus Redevelopment

- Significant ongoing cost pressures, resulting in increased cost risk profile and estimate at completion, continues to be key focus for the project and steering committee.
- Forecast completion Q1 2026.

CApSc Building Refurbishment

- Forecast completion of current seismic works, Q3 2024.
- Internal fit-out tender has been let with commencement August 2024 and completion Q2 2025.

Aquinas Extension

- Building works complete and PC issued.
- Staff and students have moved into new link building.
- External works package continues with completion scheduled for late June

Arana Seismic and Fire

- Construction work progressing in line with programme and budget.
- Forecast completion Q4 2024.

Strategic Space – Plaza and Otago Business School Buildings

- Pathway and English Language Centre (PELC) construction complete in line with budget.
- Plaza Construction works currently in site with staff move in early August 2024

Monthly Accounts

For the period ended 31 May 2024



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UNIVERSITY OF OTAGO

Statement of Financial Performance

For the period ended 31 May 2024

FULL YEAR		YEAR TO DATE			
PRIOR YEAR	BUDGET	ACTUAL	BUDGET	VARIANCE	PRIOR YEAR
\$000s	\$000s	\$000s	\$000s	\$000s	\$000s
Income					
269,900	293,258	209,686	212,815	(3,129)	193,199
63,683	62,816	25,580	26,173	(593)	26,173
3,072	3,216	1,051	470	581	610
128,622	132,025	88,948	90,421	(1,473)	87,768
45,120	49,332	34,364	31,943	2,421	30,338
5,343	1,125	337	486	(149)	2,754
28,272	28,985	19,472	18,954	518	18,994
168,302	163,443	73,777	65,710	8,067	65,860
11,051	12,074	5,831	4,700	1,131	5,106
88,824	94,735	39,348	39,946	(598)	36,697
(305)	349	544	90	454	105
811,885	841,357	498,938	491,706	7,232	467,604
Expenditure					
241,618	248,668	97,603	99,042	1,440	95,863
197,020	199,640	83,778	83,590	(188)	80,397
28,947	27,020	11,915	11,812	(102)	11,442
45,048	44,760	19,915	16,450	(3,465)	16,141
121,766	133,622	50,476	55,972	5,497	46,921
52,370	57,449	23,482	23,192	(290)	22,794
87,786	98,069	39,170	40,121	951	34,987
55,646	57,620	38,508	38,992	484	37,409
3,286	3,429	1,352	832	(520)	1,068
833,487	870,278	366,198	370,004	3,806	347,022
(21,602)	(28,921)	132,740	121,703	11,038	120,582

UNIVERSITY OF OTAGO

Analysis of Consumables and General

For the period ended 31 May 2024

FULL YEAR		YEAR TO DATE			
PRIOR YEAR	BUDGET	ACTUAL	BUDGET	VARIANCE	PRIOR YEAR
\$000s	\$000s	\$000s	\$000s	\$000s	\$000s
3,351	3,571	1,312	1,328	16	1,295
2,324	2,329	984	977	(7)	1,001
6,827	7,379	3,845	3,860	15	3,496
17,244	16,855	6,481	6,537	56	6,198
20,907	32,741	15,461	19,708	4,246	13,682
15,087	13,175	1,077	1,100	23	1,210
14,268	12,642	5,442	4,607	(835)	4,727
4,679	5,280	1,270	1,389	119	1,060
11,586	10,383	4,738	4,292	(446)	4,591
4,542	4,910	2,150	2,126	(24)	1,900
3,842	1,654	366	523	157	629
10,326	10,164	4,277	4,223	(55)	4,269
6,783	12,538	3,072	5,304	2,232	2,866
121,766	133,622	50,476	55,972	5,497	46,921
					Total Consumables and General

UNIVERSITY OF OTAGO

Statement of Financial Position

As at 31 May 2024

FULL YEAR		YEAR TO DATE			
PRIOR YEAR	BUDGET	ACTUAL	BUDGET	VARIANCE	PRIOR YEAR
\$000s	\$000s	\$000s	\$000s	\$000s	\$000s
Assets					
CURRENT ASSETS					
14,893	6,512	5,743	6,512	(769)	35,555
-	-	-	-	-	10,000
51,044	54,456	54,719	50,624	4,095	51,852
-	-	87,839	90,624	(2,785)	79,419
20,950	20,025	10,066	12,004	(1,938)	12,258
1,428	1,634	1,561	1,674	(113)	1,637
88,315	82,628	159,928	161,439	(1,511)	190,720
INVESTMENTS					
4,379	3,827	4,319	4,225	93	4,572
35,474	36,497	35,535	36,497	(962)	36,767
39,853	40,324	39,854	40,723	(868)	41,339
2,589,005	2,613,252	2,606,549	2,588,855	17,694	2,342,365
2,717,174	2,736,204	2,806,331	2,791,017	15,315	2,574,424
Liabilities					
CURRENT LIABILITIES					
105,000	80,000	40,000	-	40,000	-
24,267	26,001	17,666	22,502	(4,836)	20,405
44,120	38,531	31,046	38,559	(7,513)	27,139
57,115	61,236	56,878	61,266	(4,388)	59,162
35,920	33,504	51,762	52,035	(272)	50,564
81,039	80,488	84,071	90,960	(6,889)	88,915
3,308	-	-	-	-	-
7,157	11,124	32,979	33,657	(678)	30,795
357,927	330,884	314,402	298,978	15,424	276,980
TERM LIABILITIES					
28,155	27,811	27,811	27,811	(0)	27,811
41,750	41,940	42,042	41,940	101	40,348
-	123,380	-	70,845	(70,845)	-
69,906	193,131	69,852	140,596	(70,744)	68,159
Equity					
620,328	572,075	596,379	572,075	24,304	616,484
34,354	34,354	34,354	34,354	-	34,354
113,553	136,445	115,896	125,076	(9,180)	117,397
1,542,709	1,498,234	1,542,709	1,498,234	44,474	1,340,468
(21,602)	(28,921)	132,740	121,703	11,038	120,582
2,289,341	2,212,188	2,422,077	2,351,442	70,635	2,229,285
2,717,174	2,736,204	2,806,331	2,791,017	15,315	2,574,424

UNIVERSITY OF OTAGO

Statement of Cashflows

For the period ended 31 May 2024

FULL YEAR			YEAR TO DATE			
PRIOR YEAR	BUDGET		ACTUAL	BUDGET	VARIANCE	PRIOR YEAR
\$000s	\$000s		\$000s	\$000s	\$000s	\$000s
		Operating Activities				
		CASH WAS PROVIDED FROM				
339,016	359,290	Income from Government Grant	148,227	148,834	(608)	142,674
194,851	199,985	Income from Student Fees	159,252	168,619	(9,368)	161,794
281,708	281,553	Income from Services	134,509	132,796	1,713	124,394
5,343	1,125	Interest & Dividends Received	635	486	149	3,876
820,918	841,953		442,622	450,735	(8,113)	432,738
		CASH WAS APPLIED TO				
442,062	441,234	Paid to Employees	183,596	174,360	(9,236)	177,488
310,290	328,460	Paid to Suppliers	139,132	147,563	8,432	137,267
752,352	769,694		322,727	321,923	804	314,755
68,566	72,259	Net Cash Flows from Operating Activities	119,895	128,812	(8,917)	117,983
		Investing Activities				
		CASH WAS PROVIDED FROM				
1,699	465	Investments	(290)	66	(356)	44
131	17,471	Disposal of Fixed Assets	46	314	(268)	89
1,830	17,935		(244)	379	(624)	133
		CASH WAS APPLIED TO				
140,776	176,078	Purchase of Fixed Assets	63,800	82,540	18,740	52,835
140,776	176,078		63,800	82,540	(18,740)	52,835
(138,946)	(158,143)	Net Cash Flows from Investing Activities	(64,045)	(82,161)	18,116	(52,702)
		Financing Activities				
		CASH WAS APPLIED TO				
(105,000)	(203,380)	Loans / Advances	(40,000)	(70,845)	(30,845)	-
(105,000)	(203,380)		(40,000)	(70,845)	30,845	-
105,000	203,380	Net Cash Flows from Financing Activities	40,000	70,845	(30,845)	-
34,619	117,496	Total Cash Flows	95,850	117,496	(21,647)	65,280
(19,726)	(110,984)	Opening Balance	(90,107)	(110,984)	20,877	(19,726)
14,893	6,512	Closing Balance	5,743	6,512	(769)	45,555
		REPRESENTED BY				
14,893	6,512	Cash and Bank	5,743	6,512	(769)	45,555
-	-	Proceeds from Borrowings	-	-	-	-
14,893	6,512		5,743	6,512	(769)	45,555

UNIVERSITY OF OTAGO

Division of Commerce

For the period ended 31 May 2024

FULL YEAR		YEAR TO DATE			
PRIOR YEAR	BUDGET	ACTUAL	BUDGET	VARIANCE	PRIOR YEAR
\$000s	\$000s	\$000s	\$000s	\$000s	\$000s
Income					
18,053	19,425	10,531	10,347	184	9,436
2,021	1,938	791	808	(17)	829
14,271	14,586	7,646	7,545	101	7,336
6,938	6,907	3,213	3,550	(336)	3,699
166	33	135	21	115	41
1,219	938	728	529	199	472
245	278	80	99	(19)	77
352	469	75	210	(136)	100
1,857	1,383	936	883	53	996
45,121	45,957	24,134	23,990	144	22,985
Total Income					
Expenditure					
14,316	14,901	5,753	6,202	449	5,623
1,544	1,461	556	641	85	565
1,002	1,052	405	447	41	392
3	7	136	3	(133)	20
2,810	2,483	1,120	1,083	(37)	1,085
13	12	5	5	(0)	6
1,965	2,163	895	901	6	820
148	134	58	57	(1)	62
409	336	134	245	111	252
22,211	22,550	9,063	9,584	521	8,825
Total Expenditure					
22,910	23,407	15,071	14,406	665	14,160
Contribution Margin					
Central Costs					
23,705	25,409	10,789	10,789	-	9,877
1,342	1,327	553	553	-	559
-	-	-	-	-	-
(1,390)	(3,329)	(1,387)	(1,387)	-	(579)
23,657	23,407	9,955	9,955	-	9,857
Total Central Costs					
(748)	0	5,116	4,451	665	4,303
Net Surplus / (Deficit)					

UNIVERSITY OF OTAGO

Division of Health Sciences

For the period ended 31 May 2024

FULL YEAR		YEAR TO DATE			
PRIOR YEAR	BUDGET	ACTUAL	BUDGET	VARIANCE	PRIOR YEAR
\$000s	\$000s	\$000s	\$000s	\$000s	\$000s
Income					
144,330	158,169	130,354	130,746	(391)	118,158
37,454	37,361	15,267	15,567	(300)	15,447
3,072	3,216	1,051	470	581	610
55,859	57,912	46,109	46,200	(91)	44,418
20,794	24,703	19,935	19,089	847	17,083
6,087	6,754	3,172	2,982	190	3,114
113,281	108,800	50,446	45,091	5,355	46,613
4,966	5,195	2,826	1,959	866	2,415
15,881	16,504	6,457	6,603	(147)	6,183
369	198	143	14	129	43
129,327	121,532	53,480	52,129	1,351	59,646
531,421	540,344	329,240	320,851	8,389	313,729
Expenditure					
139,813	140,829	57,682	58,166	484	55,751
29,451	25,936	11,417	10,841	(575)	11,835
11,251	11,008	4,797	4,589	(207)	4,559
26,002	25,279	12,104	10,123	(1,981)	10,473
151,349	144,638	61,762	59,724	(2,037)	66,236
1,129	372	437	45	(391)	302
35,380	36,222	15,408	15,290	(118)	14,783
10,344	9,646	4,172	4,108	(64)	4,285
7,542	6,226	3,825	3,157	(668)	3,951
0	-	0	-	(0)	0
412,261	400,157	171,602	166,044	(5,558)	172,176
119,160	140,187	157,638	154,807	2,831	141,553
Central Costs					
130,697	136,986	57,031	57,031	-	54,457
12,159	12,537	5,224	5,224	-	5,066
-	-	-	-	-	-
(14,959)	(9,336)	(3,890)	(3,890)	-	(6,233)
127,896	140,187	58,365	58,365	-	53,290
(8,736)	(0)	99,273	96,442	2,831	88,263

UNIVERSITY OF OTAGO

Division of Humanities

For the period ended 31 May 2024

FULL YEAR		YEAR TO DATE			
PRIOR YEAR	BUDGET	ACTUAL	BUDGET	VARIANCE	PRIOR YEAR
\$000s	\$000s	\$000s	\$000s	\$000s	\$000s
Income					
40,240	42,276	24,228	25,664	(1,437)	24,127
6,907	6,679	2,711	2,783	(72)	2,828
27,806	27,908	16,209	17,094	(885)	17,017
6,648	7,903	4,637	3,620	1,017	3,410
648	391	303	237	66	432
12,507	12,800	4,633	4,979	(346)	3,537
2,609	3,305	1,118	1,227	(109)	1,035
3,736	3,901	358	1,649	(1,291)	1,666
7	8	7	3	4	6
7,027	6,145	3,451	2,913	538	3,521
108,135	111,315	57,655	60,169	(2,514)	57,579
Expenditure					
42,642	41,307	16,348	16,619	272	16,753
2,378	2,845	971	1,138	167	1,099
3,011	2,812	1,131	1,221	90	1,334
4,294	3,974	1,232	1,592	359	851
8,624	8,412	3,818	3,386	(432)	3,639
177	184	44	65	21	73
6,514	6,936	2,826	2,890	64	2,738
668	637	263	266	3	281
1,286	1,417	549	674	125	694
0	-	-	-	-	0
69,594	68,523	27,181	27,851	669	27,461
38,541	42,792	30,473	32,318	(1,845)	30,117
Central Costs					
52,667	54,233	22,608	22,608	-	21,945
3,122	3,143	1,310	1,310	-	1,301
-	-	-	-	-	-
(9,452)	(14,584)	(6,077)	(6,077)	-	(3,938)
46,337	42,792	17,841	17,841	-	19,307
(7,796)	0	12,632	14,477	(1,845)	10,810

UNIVERSITY OF OTAGO

Division of Sciences

For the period ended 31 May 2024

FULL YEAR		YEAR TO DATE			
PRIOR YEAR	BUDGET	ACTUAL	BUDGET	VARIANCE	PRIOR YEAR
\$000s	\$000s	\$000s	\$000s	\$000s	\$000s
Income					
64,418	69,853	43,059	44,535	(1,476)	40,420
16,947	16,435	6,647	6,848	(201)	6,926
29,772	30,659	18,556	19,133	(577)	18,581
8,966	10,320	5,759	6,199	(440)	5,518
532	181	97	73	25	189
38,387	38,053	16,401	13,965	2,437	13,880
557	669	215	217	(1)	213
1,220	755	567	273	294	487
41	143	86	73	13	2
33,328	32,786	12,526	11,719	807	12,402
194,168	199,854	103,914	103,035	880	98,617
Expenditure					
48,828	47,799	20,129	20,005	(124)	19,682
7,192	6,178	3,103	2,595	(508)	2,872
3,761	3,348	1,616	1,437	(179)	1,514
9,703	10,186	3,797	2,539	(1,258)	2,654
38,567	39,500	14,347	13,587	(760)	13,196
443	211	182	97	(86)	139
15,406	17,378	7,221	7,241	19	6,414
3,576	3,307	1,460	1,376	(84)	1,423
3,967	4,509	2,037	2,020	(17)	2,000
0	-	0	-	(0)	0
131,443	132,416	53,893	50,896	(2,996)	49,893
62,725	67,437	50,022	52,138	(2,117)	48,724
Central Costs					
61,889	63,721	26,619	26,619	-	25,787
4,921	4,990	2,079	2,079	-	2,050
-	-	-	-	-	-
2,259	(1,273)	(531)	(531)	-	941
69,069	67,437	28,168	28,168	-	28,779
(6,344)	0	21,854	23,971	(2,117)	19,945

UNIVERSITY OF OTAGO

Statement of Cost of Service Divisions

For the period ended 31 May 2024

FULL YEAR		YEAR TO DATE			
PRIOR YEAR	BUDGET	ACTUAL	BUDGET	VARIANCE	PRIOR YEAR
\$000s	\$000s	\$000s	\$000s	\$000s	\$000s
Income					
2,859	3,535	1,514	1,523	(9)	1,058
353	402	164	168	(4)	144
915	960	429	449	(20)	417
1,775	(500)	819	(515)	1,334	628
5,343	1,125	337	486	(149)	2,754
20,840	21,626	15,764	15,641	124	15,218
2,907	2,851	1,569	1,146	423	1,359
2,674	2,627	1,591	1,198	394	1,366
67,635	73,106	31,891	31,210	681	28,261
(721)	-	309	-	309	54
160,642	175,315	73,796	73,444	352	66,571
265,221	281,048	128,183	124,749	3,434	117,828
Total Income					
Expenditure					
7,985	15,801	3,015	3,290	274	3,079
160,053	166,921	68,368	69,972	1,604	65,403
10,790	9,525	4,333	4,445	112	4,004
5,046	5,314	2,645	2,193	(452)	2,142
105,174	116,681	47,687	52,662	4,975	45,144
60,842	67,696	27,247	27,385	139	26,593
61,491	68,948	28,820	28,728	(92)	24,920
73,050	84,345	33,217	34,314	1,097	28,937
42,442	45,132	31,963	32,896	933	30,512
3,286	3,429	1,352	832	(520)	1,068
530,159	583,792	248,647	256,716	8,069	231,801
(264,938)	(302,744)	(120,464)	(131,967)	11,503	(113,973)
Contribution Margin					
Central Costs					
(268,958)	(280,365)	(117,048)	(117,048)	-	(112,066)
(21,544)	(21,997)	(9,165)	(9,165)	-	(8,976)
-	-	-	-	-	-
23,542	28,523	11,884	11,884	-	9,809
(266,960)	(273,839)	(114,329)	(114,329)	-	(111,233)
2,023	(28,905)	(6,135)	(17,638)	11,503	(2,739)
Net Surplus / (Deficit)					
Division Breakdown					
(2,149)	974	860	2,095	(1,235)	477
(5,353)	(4,539)	11,727	8,747	2,980	10,353
6,674	(0)	(11,666)	(15,677)	4,011	(12,102)
(1,254)	(23,254)	(4,704)	(6,137)	1,433	1,863
309	(0)	1,829	572	1,256	1,467
(129)	(0)	(5)	(51)	46	(29)
161	(0)	250	37	213	165
(17,873)	(18,527)	(15,738)	(14,452)	(1,286)	(13,270)
16,284	15,151	6,300	6,281	19	6,312
3,413	0	1,691	760	931	284
(567)	(436)	(144)	(102)	(42)	2
14,700	18,078	7,590	6,861	729	6,633
(1,544)	(1,650)	(571)	(448)	(124)	(811)
(10,684)	(14,702)	(3,553)	(6,125)	2,572	(4,099)
1,989	(28,905)	(6,135)	(17,638)	11,503	(2,753)
Net Surplus / (Deficit)					

UNIVERSITY OF OTAGO

Statement of Capital Expenditure

For the period ended 31 May 2024

FULL YEAR			YEAR TO DATE			
PRIOR YEAR	BUDGET		ACTUAL	BUDGET	VARIANCE	PRIOR YEAR
\$000s	\$000s		\$000s	\$000s	\$000s	\$000s
		Land & Buildings				
100,186	135,135	Capital Works Programme	38,012	58,980	20,968	31,897
		DIVISIONAL LAND & BUILDINGS				
574	1,866	Service Divisions	128	1,866	1,738	152
613	500	Campus & Collegiate Life Services	48	40	(8)	134
-	(1,000)	Corporate	-	-	-	-
1	-	Division of Health Sciences	3	-	(3)	-
25	-	Division of Sciences	-	-	-	25
1,213	1,366	Total Divisional Land & Buildings	179	1,906	1,727	311
101,399	136,501	Total Land & Buildings	38,191	60,886	22,694	32,208
		Furniture & Equipment				
781	-	Equipment Committee	0	-	(0)	364
2,838	1,617	Capital Works Programme	941	674	(267)	1,052
		DIVISIONAL FURNITURE & EQUIPMENT				
13,738	16,692	Service Divisions	10,688	8,562	(2,126)	3,989
1,056	1,995	Campus & Collegiate Life Services	231	553	322	327
1	-	Committees	-	-	-	1
25	15	Division of Commerce	7	7	(0)	16
-	(7,000)	Corporate	-	(200)	(200)	-
5,299	8,358	Division of Health Sciences	1,556	2,226	670	1,722
357	495	Division of Humanities	139	122	(17)	81
3,842	3,041	Division of Sciences	855	1,479	624	1,220
24,317	23,596	Total Divisional Furniture & Equipment	13,476	12,749	(727)	7,355
27,936	25,213	Total Furniture & Equipment	14,417	13,423	(994)	8,771
		Software & Systems				
2,508	2,150	Capital Works Programme	139	896	757	2,367
		DIVISIONAL SOFTWARE & SYSTEMS				
10,437	13,589	Service Divisions	2,981	1,633	(1,349)	2,746
-	(2,000)	Corporate	-	-	-	-
49	48	Division of Health Sciences	17	28	11	62
-	-	Division of Sciences	9	-	(9)	8
10,485	11,637	Total Divisional Software & Systems	3,007	1,660	(1,347)	2,816
12,993	13,787	Total Software & Systems	3,146	2,556	(590)	5,184
		Library Books & Periodicals				
-	-	Capital Works Programme	-	-	-	-
2,441	2,506	Academic	1,053	1,652	599	1,101
2,441	2,506	Total Library Books & Periodicals	1,053	1,652	599	1,101
144,770	178,007	Total Capital Expenditure	56,808	78,517	21,709	47,264

UNIVERSITY OF OTAGO

Statement of Capital Works

For the period ended 31 May 2024

FULL YEAR		YEAR TO DATE			
PRIOR YEAR	BUDGET	ACTUAL	BUDGET	VARIANCE	PRIOR YEAR
\$000s	\$000s	\$000s	\$000s	\$000s	\$000s
CDC Capex					
APPROVED BUILDING PROJECTS					
17	-	-	-	-	17
14,590	994	1,575	894	(681)	5,139
1,388	11,981	1,942	4,499	2,557	492
(2)	-	-	-	-	-
33,379	80,012	21,411	29,121	7,710	8,413
673	-	10	-	(10)	265
5,696	7,968	1,676	4,195	2,519	1,740
271	-	132	-	(132)	160
1	-	(1)	-	1	(4)
-	-	5	-	(5)	-
5	-	-	-	-	5
79	500	17	208	191	-
20,698	363	1,290	48	(1,242)	10,474
6	-	(1)	-	1	2
283	-	12	-	(12)	53
285	-	418	-	(418)	163
-	-	2	-	(2)	-
-	400	-	167	167	-
4	-	-	-	-	0
3,893	6,230	3,586	4,667	1,081	430
292	-	-	-	-	164
309	83	34	83	49	132
-	3,300	-	1,375	1,375	-
138	-	108	-	(108)	62
38	-	-	-	-	13
5,128	5,407	1,468	4,170	2,702	688
1,643	1,672	1,781	1,672	(109)	84
(10)	-	-	-	-	(10)
-	-	6	-	(6)	-
88,804	118,909	35,472	51,100	15,628	28,480
NEW BUILDINGS					
-	-	-	-	-	-
APPROVED IT PROJECTS					
-	1,117	-	466	466	0
7	-	-	-	-	-
-	-	-	-	-	1

UNIVERSITY OF OTAGO

Statement of Capital Works

For the period ended 31 May 2024

FULL YEAR		YEAR TO DATE			
PRIOR YEAR	BUDGET	ACTUAL	BUDGET	VARIANCE	PRIOR YEAR
\$000s	\$000s	\$000s	\$000s	\$000s	\$000s
6	-	-	-	-	11
0	-	-	-	-	0
220	-	-	-	-	-
26	-	-	-	-	22
457	506	123	506	383	186
-	-	-	-	-	540
2	-	-	-	-	2
718	1,623	123	971	848	763
89,522	120,532	35,595	52,071	16,476	29,243
Total CDC Capex					
Capital Portion of R&M Budgets					
2,282	2,000	49	882	834	720
179	-	4	-	(4)	74
13,549	15,126	3,444	7,373	3,928	5,281
16,010	17,126	3,497	8,255	4,758	6,074
Total Capital Portion of R&M Budgets					
Available Funding for Unapproved Projects					
-	1,244	-	223	223	-
-	1,244	-	223	223	-
Total Available Funding for Unapproved Projects					
105,532	138,902	39,092	60,550	21,458	35,317
Capital Works Additions to Fixed Assets					

3. Exclusion of the Public

The Convener moves that the public be excluded from the whole of the proceeding of this meeting/the following parts of the proceedings of this meeting, namely, —

- Item 4 Part 2 Minutes of the Meeting of the Finance and Budget Committee held on 18 April 2024
- Item 5 Finance and Budget Committee Work Plan and Action Follow-Up Register
- Item 6 Strategic Risk Report
- Item 7 Financial Review Report
- Item 8 Treasury Report
- Item 9 Convener’s Business

The general subject of each matter to be considered while the public is excluded, the reason for passing this resolution in relation to each matter and the specific grounds under Section 48(1) of the Local Government Official Information and Meetings Act 1987 for the passing of this resolution are as follows:-

General Subject	Reason for passing this resolution	Ground under Section 48(1)(a) for the passing of this resolution
Items 4 - 9 Confidential Minutes and Reports	Good reason for withholding information under the Official Information Act	Section 48(1)(a)(ii)

This resolution is made in reliance on Section 48(1)(a)(ii) of the Local Government Official Information and Meetings Act 1987 and the particular interest or interests protected by Sections 6,7 and/or 9 of the Official Information Act 1982 (except section 9(2)(g)(i)) as the case may require. The interests which would be prejudiced by the holding of the whole or the relevant part of the proceedings of the meeting in public are as follows:

Item 4	Part 2 Minutes of the Meeting of the Finance and Budget Committee held on 18 April 2024	s9(2)(a), (i), (j) and (k)
Item 5	Finance and Budget Committee Work Plan and Action Follow Up Register	s9(2)(i), and (k)
Item 6	Strategic Risk Report	s9(2)(i), and (k)
Item 7	Financial Review Report	s9(2)(i), and (k)
Item 8	Treasury Report	s9(2)(i), and (k)
Item 9	Convener’s Business	s9(2)(i), and (k)

AND THAT Mr B N Trott and Mr S W Willis be permitted to remain at this meeting after the public has been excluded because of their knowledge of the matters to be discussed. This knowledge, which will be of assistance in relation to the matters to be discussed, is relevant to those matters because it relates to aspects of the administration of the University of Otago for which these people are responsible. The Registrar and Secretary and the Deputy Secretary to the Council are also permitted to remain at the meeting so as to provide advice and secretarial support.