

Johnsonville Timetable Cost

27th August 2015

1. Executive Summary

Provide a cost summary for implementing the new Johnsonville timetable.

2. Requirements to fulfil the new timetable

Service requirements

- 40 additional weekday services
 - 4 morning services
 - 4 afternoon services
 - Monday to Friday only
- Set size
 - 4 car

People related expenses

- 3 x full-time Train Managers
 - \$██████ p.a. (full cost, per list below)
 - Recruited ASAP, included in FY16 headcount and cost from 1st October 2015
- 2 x part-time Passenger Operators
 - \$██████ p.a. (full cost, per list below)
 - Recruited ASAP, included in FY16 headcount and cost from 1st October 2015
- 2 x full-time LE's* (refer section 3 for detail)
 - \$██████ p.a. (full cost, per list below)
 - Not recruited immediately, not included in FY16 headcount and cost
- People related expenses include:
 - Base salary
 - Overtime
 - Penal
 - Annual leave
 - Sick leave
 - Kiwisaver / retirement fund
 - Training
 - Uniform
 - PPE
 - Medical
 - ACC levies

Maintenance costs

- Length of line
 - 10.49 km
- Unit KM
 - 20.98 km per service
- 839.20 km per week (20.98 km x 40 additional weekday services)
- \$██████ per km

Traction electricity costs

- Length of line
 - 10.49 km
- Service KM
 - 10.49 km per service
- 419.60 km per week (10.49 km x 40 additional weekday services)
- \$██████ per km (unplanned maintenance cost)

3. Important topics to be aware of

*** L.E. relief links**

- Initially existing relief links in the LE roster will be used to operate the new services, however two additional LE's will need to be recruited to allow the roster to return to full complement, without the additional two LE's there is no allowance to reduce leave, and cover all other types of leave effectively (annual leave, sick leave, training etc).

L.E. recruitment

- Tranz Metro recommends recruiting the two additional LE's ASAP due to the elongated recruitment process.
 - L.E. leave liability**
 - By utilising the existing relief links to operate the new services there will be no ability to reduce the LE annual leave liability if no additional LE's are recruited in FY16.
 - If two additional LEs are not recruited it is anticipated the annual leave liability will increase by ~\$ [REDACTED] by 30th June 2016.

[REDACTED]

4. Financials

Expense Category	COST impact FY16	TOTAL ANNUAL COST
People Related Expenses	\$183,333	\$ [REDACTED]
Maintenance Costs	\$14,255	\$ [REDACTED]
Traction Electricity Costs	\$16,001	\$ [REDACTED]
TOTAL	\$213,589	\$ [REDACTED]

5. Recommendation

Approve and issue a budget variation for \$213,589 in FY16 in order to implement the new Johnsonville timetable.

Note the:

- Full annualised cost of implementing a new Johnsonville timetable
- Use of current relief LE links
- Requirement to recruit two additional LE's ASAP
- Inability to reduce the leave liability
- The TPTA headcount and cost variation