

## Financial Performance

### Financial Summary

Account	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Operating revenue (ABS)	36	46	(10)	195	195
Operating revenue (LDI)	0	0	0	0	0
Operating expenditure (ABS)	2,552	2,661	109	10,943	10,918
Operating expenditure (LDI)	234	184	(50)	1,515	1,484
Operating expenditure (LGS)	270	270	0	1,081	1,081
<b>Net Cost of Service</b>	<b>3,020</b>	<b>3,069</b>	<b>49</b>	<b>13,343</b>	<b>13,288</b>
<b>Subsidies and grants for capital expenditure</b>	<b>261</b>	<b>0</b>	<b>261</b>	<b>600</b>	<b>0</b>
<b>Capital expenditure</b>	<b>3,828</b>	<b>2,961</b>	<b>(867)</b>	<b>8,446</b>	<b>7,460</b>

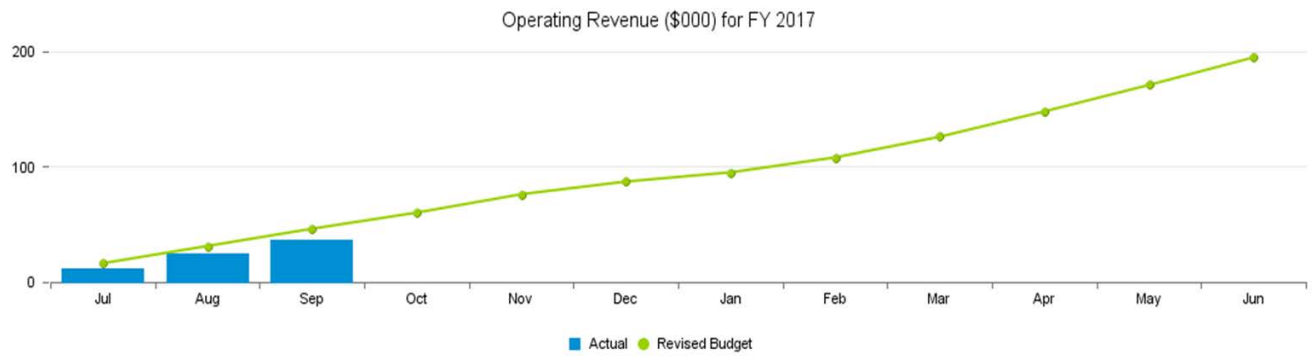
Rodney Local Board has invested \$3.8m in capital expenditure and \$3.0m net operating expenditure for the first quarter ended 30 September 2016.

Most of the capital investment in the quarter has been in the local parks activity, \$3.2m, with community services contributing \$0.6m. The \$0.3m subsidies and grants for capital expenditure received is from the Warkworth Town Hall Restoration Trust.

The operating net cost of service is tracking well against budget. The first round of contestable grants has been completed, with approximately 35% of the available grant pool allocated.

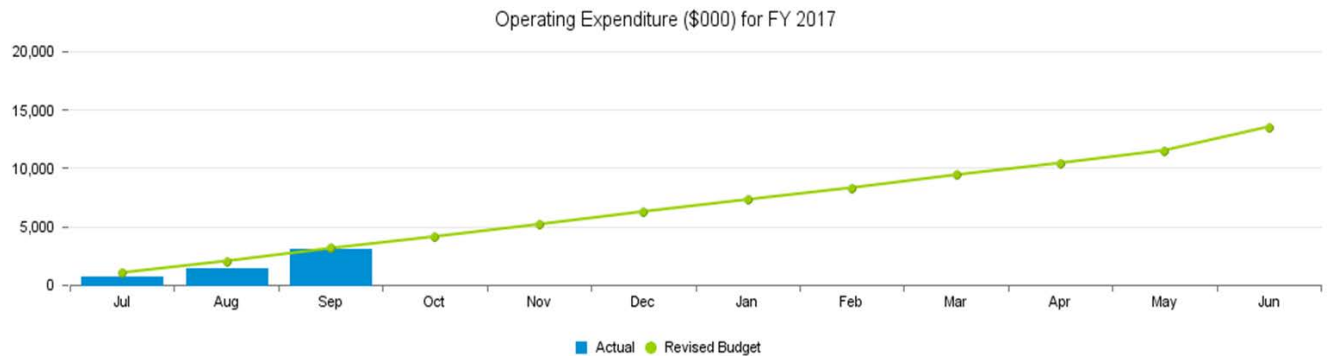
For the first time we are including a Funding Impact Statement (FIS) in the quarterly report for each local board. The FIS is one of the key statements included in the Annual Plan. Essentially it pulls together all the information from each of the different groups of activities and sets out in a single statement the sources of both the operating and capital funding for everything that the local board does. The format of the FIS has been prescribed in legislation. The intention is that the FIS provides a more understandable picture of what the local board is spending money on and how those expenditures are funded.

## Operating Revenue



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	35	46	(11)	195	195
Local parks, sport and recreation	1	0	1	0	0
<b>Total Operating Revenue</b>	<b>36</b>	<b>46</b>	<b>(10)</b>	<b>195</b>	<b>195</b>

## Operating Expenditure



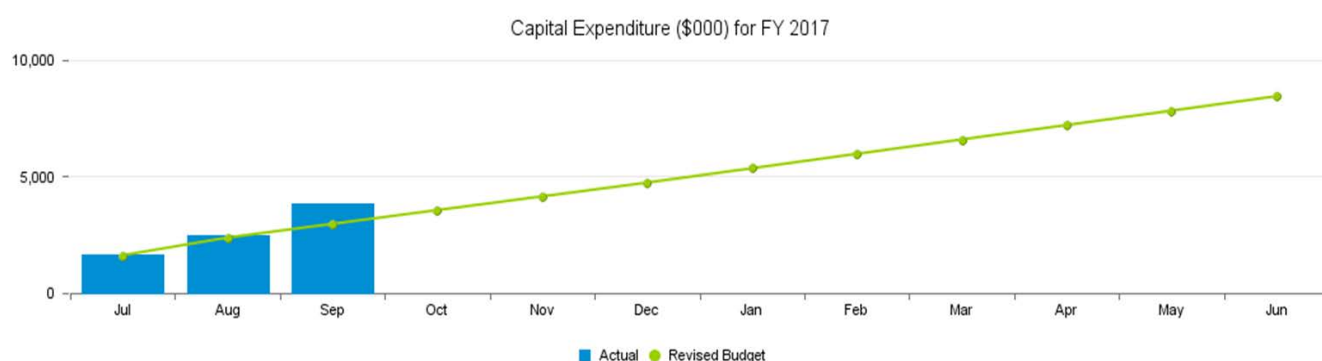
Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	972	965	(7)	3,847	3,841
Local environmental management	6	0	(6)	185	160
Local governance	270	270	0	1,081	1,081
Local parks, sport and recreation	1,724	1,788	63	8,196	8,196
Local planning and development	84	93	9	230	205
<b>Total Operating Expenditure</b>	<b>3,056</b>	<b>3,115</b>	<b>59</b>	<b>13,538</b>	<b>13,482</b>

## LDI Expenditure – All Projects

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
<b>Local community services</b>					
ACE LDI Staff allocation	44	44	0	178	178
Additional support for volunteer libraries	0	0	0	2	2
ANZAC	0	0	0	18	18
Arts facility grants	60	60	0	60	60
Community engagement	0	0	0	15	15
Community placemaking initiatives	0	5	5	20	20
Community response operating fund	0	0	0	46	46
Community volunteer awards	0	0	0	4	4
Feasibility study Kumeu arts centre	0	0	0	30	30
Local civic functions	0	5	5	18	18
Local community grants	94	67	(26)	269	269
Local events fund	10	0	(10)	0	0
Old Wellsford library property costs	0	0	0	25	25
Youth Council	0	0	0	6	0
<b>Total Local community services</b>	<b>208</b>	<b>181</b>	<b>(27)</b>	<b>691</b>	<b>685</b>
<b>Local environmental management</b>					
Environmental restoration and community support	1	0	(1)	80	80
Implement ecological survey work	0	0	0	50	50
Mahurangi river dredging	0	0	0	20	20
Sustainable living initiatives in the community	5	0	(5)	10	10
<b>Total Local environmental management</b>	<b>6</b>	<b>0</b>	<b>(6)</b>	<b>160</b>	<b>160</b>
<b>Local parks, sport and recreation</b>					
Access open space needs Matakana Jubilee Park	0	0	0	20	20
Capital grants to the community for playspaces	0	0	0	150	150
Coastal environmental improvements	0	0	0	20	20
Consequential opex for depreciation and maintenance re grants (Rodney)	0	0	0	19	19
Construct footpaths (AT)	0	0	0	150	150
Consultation re indoor sports Kumeu/Huapai/Helensville	0	0	0	20	20
Create challenging Playgrounds	0	0	0	10	10
Greenways plans	15	0	(15)	40	40

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
LDI Volunteers parks	3	0	(3)	100	100
Parks improvements	3	0	(3)	30	30
Partner with community to design the upgrade of indoor facilities (Rodney)	0	0	0	20	20
Volunteer co-ordinator (Conservation volunteers)	0	0	0	35	35
<b>Total Local parks, sport and recreation</b>	<b>20</b>	<b>0</b>	<b>(20)</b>	<b>614</b>	<b>614</b>
<b>Local planning and development</b>					
Rodney Econ/ Devel Implementation Plan	0	3	3	50	25
<b>Total Local planning and development</b>	<b>0</b>	<b>3</b>	<b>2</b>	<b>50</b>	<b>25</b>
<b>TOTAL</b>	<b>234</b>	<b>184</b>	<b>(50)</b>	<b>1,515</b>	<b>1,484</b>

## Capital Expenditure



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	597	611	14	2,880	460
Local parks, sport and recreation	3,231	2,350	(881)	5,566	7,000
<b>Total Capital Expenditure</b>	<b>3,828</b>	<b>2,961</b>	<b>(867)</b>	<b>8,446</b>	<b>7,460</b>

The capital program has started well with the ongoing development taking place at Warkworth Showgrounds showing an investment of \$1.8m in the first quarter. The variance in capital expenditure is mainly caused by the various works taking place at the Showgrounds. This overspend will be managed over the regional development and Central Risk Fund (in process of seeking central risk fund approval) budgets.

The other significant project in the parks activity includes the renewal of the Omaha groynes (\$880k).

Warkworth Town Hall (\$430k) is running behind the scheduled project timelines.

More detail of projects follows.

## Capital Expenditure – all projects

Project Name	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Town Hall Upgrade (Warkworth)	430	515	85	2,340	0
Local library renewals	34	54	20	239	239
ACE - Venue for hire renewals	12	31	19	193	152
ACE - Leases renewals	1	11	10	108	69
ACE - Community house and centre renewals	15	0	(15)	0	0
Basement upgrade (Helensville War Memorial Hall)	10	0	(10)	0	0
Canopy and street toilet renewals	57	0	(57)	0	0
Library furniture and fitting renewals	37	0	(37)	0	0
<b>Total Local community services</b>	<b>596</b>	<b>611</b>	<b>15</b>	<b>2,880</b>	<b>460</b>
Showgrounds (Warkworth)	1,783	1,050	(733)	1,057	1,888
Parks - Coastal asset renewals	993	774	(219)	885	885
Parks - Asset renewals	193	222	29	1,215	1,471
Parks - Sports fields renewals	33	122	89	1,073	1,073
Sport development	67	78	11	490	455
Greenway and walkway development	30	48	18	334	266
LDI funded local board initiatives	23	22	(1)	53	950
Locally driven initiatives (LDI Capex)	0	15	15	309	13
Mainstreet toilet upgrade	0	9	9	89	0
Major sportsfield renewals (Huapai)	98	9	(89)	57	0
General park development	10	1	(9)	1	0
Playscape development	0	0	0	2	0
Recreational Walkways And Bike Trails	1	0	(1)	0	0
<b>Total Local parks, sport and recreation</b>	<b>3,231</b>	<b>2,350</b>	<b>(881)</b>	<b>5,565</b>	<b>7,001</b>
<b>TOTAL</b>	<b>3,828</b>	<b>2,961</b>	<b>(867)</b>	<b>8,446</b>	<b>7,460</b>
<b>Subsidies and grants for capital expenditure</b>	<b>261</b>	<b>0</b>	<b>261</b>	<b>600</b>	<b>0</b>

## Funding impact statement

<b>Funding Impact Statement</b>					
<b>Rodney</b>					
<b>For the 3 months ended 30 September 2016</b>					
<b>\$000</b>	<b>Notes</b>	<b>Year to date</b>		<b>Full year</b>	
		<b>Actual 2017</b>	<b>Revised Budget Sept 2017</b>	<b>Annual Plan 2017</b>	<b>Long Term Plan 2016</b>
<b>Sources of operating funding:</b>					
General rates, UAGC, rates penalties		15,195	15,091	15,091	15,063
Targeted rates		176	180	180	180
Subsidies and grants for operating purposes		-	3	12	12
Fees and charges		30	37	158	143
Local authorities fuel tax, fines, infringement fees and other receipts		5	6	25	40
<b>Total operating funding</b>		<b>15,406</b>	<b>15,317</b>	<b>15,466</b>	<b>15,438</b>
<b>Applications of operating funding:</b>					
Payment to staff and suppliers		2,681	2,736	11,823	12,034
Finance costs		373	373	1,632	1,301
Internal charges and overheads applied		538	538	2,152	2,135
Other operating funding applications		-	-	-	-
<b>Total applications of operating funding</b>		<b>3,592</b>	<b>3,647</b>	<b>15,607</b>	<b>15,470</b>
<b>Surplus (deficit) of operating funding</b>		<b>11,814</b>	<b>11,670</b>	<b>(141)</b>	<b>(32)</b>
<b>Sources of capital funding:</b>					
Subsidies and grants for capital expenditure		261	-	-	-
Development and financial contributions		-	-	-	-
Increase (decrease) in debt		(8,247)	(8,708)	7,601	9,280
Gross proceeds from sale of assets		-	-	-	-
Lump sum contributions		-	-	-	-
Other dedicated capital funding		-	-	-	-
<b>Total sources of capital funding</b>		<b>(7,986)</b>	<b>(8,708)</b>	<b>7,601</b>	<b>9,280</b>
<b>Applications of capital funding:</b>					
Capital expenditure:					
- to meet additional demand		1,909	1,179	2,609	3,409
- to improve the level of service		34	31	950	2,115
- to replace existing assets		1,885	1,752	3,901	3,724
Increase (decrease) in reserves		-	-	-	-
Increase (decrease) in investments		-	-	-	-
<b>Total applications of capital funding</b>	<b>1</b>	<b>3,828</b>	<b>2,962</b>	<b>7,460</b>	<b>9,248</b>
<b>Surplus (deficit) of capital funding</b>		<b>(11,814)</b>	<b>(11,670)</b>	<b>141</b>	<b>32</b>
<b>Funding balance</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

### Variance explanations – Actual 2017 to Revised Budget 2017

- Applications of capital funding are tracking ahead of budget, due mainly to increased costs associated with works carried out at Warkworth Showgrounds.