

## Appendix C - Financial Performance

### Financial Summary

Account	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Operating revenue (ABS)	104	94	10	384	384
Operating revenue (LDI)	0	1	(1)	20	25
Operating expenditure (ABS)	1,614	1,474	(139)	6,464	6,943
Operating expenditure (LDI)	93	154	62	937	942
Operating expenditure (LGS)	243	243	0	974	974
<b>Net Cost of Service</b>	<b>1,846</b>	<b>1,777</b>	<b>(68)</b>	<b>7,971</b>	<b>8,450</b>
Subsidies and grants for capital expenditure	0	0	0	0	0
Capital expenditure	613	793	180	5,870	3,509

The Puketapapa Local Board has invested \$0.6m in capital expenditure and \$1.8m net operating expenditure for the first quarter ended 30 September 2016.

The majority of the capital spend was in the Parks activity on the Waikowhai (Manukau Harbour) Coastal walkway.

Net cost of service for the quarter ended 30 September 2016 is \$68k over budget and is explained in the following pages. The main variance is in the Parks, Sport and recreation activity relating to parks maintenance.

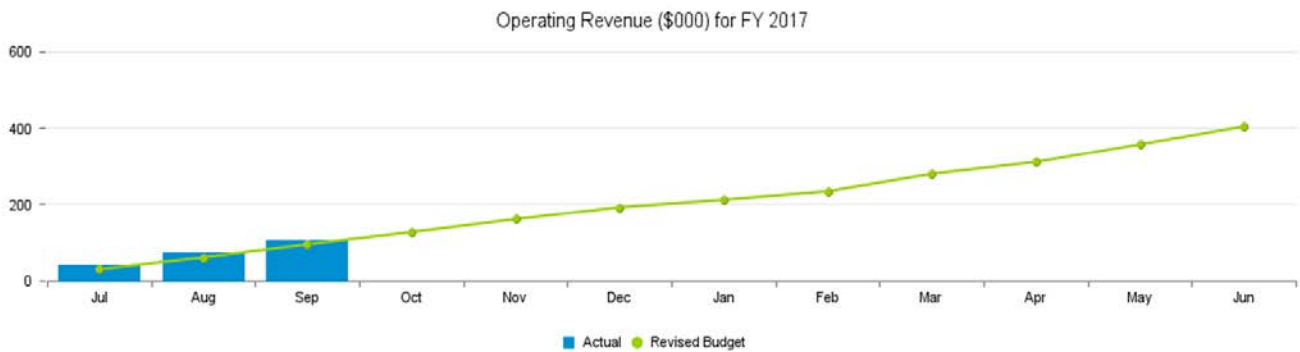
A prospective Funding Impact Statement (FIS) is incorporated in your Local board agreement for the year to meet our legislative requirements. To monitor progress throughout the year and subsequently within our Annual report we have included a Funding Impact Statement for the quarter ended 30<sup>th</sup> September within the financial appendix.

Since adoption of the Annual plan a review on delivery of capital projects for the year has been made including unspent budget from previous year. The revised budget reflects these changes. The major projects contributing to the change are

- a) New funding for climate control equipment upgrade at Pah Homestead (\$0.8m)
- b) Carried forward from previous year for Parks Asset renewals. (\$0.8m)
- c) Carried forward from previous year for Function facility at Pah Homestead (\$0.3m)

The major change to the operational expenditure budget is a realignment of the Parks maintenance contract across the local boards.

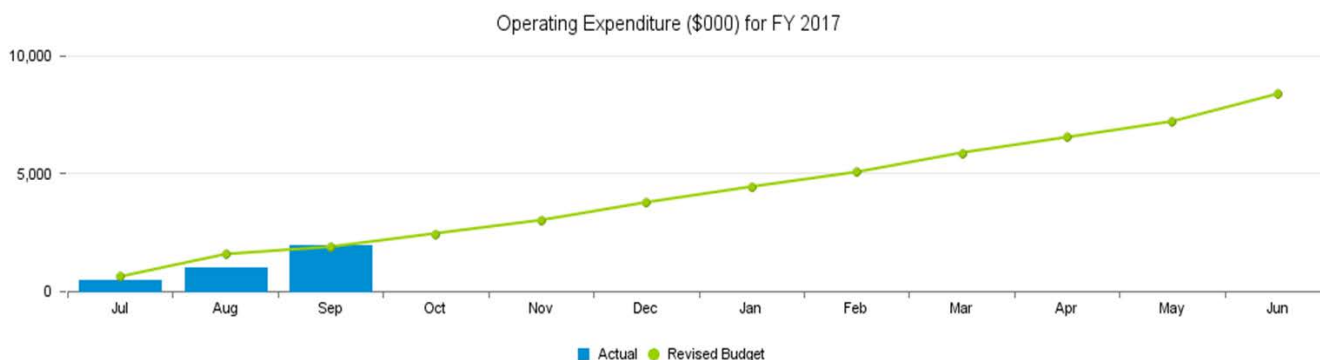
## Operating Revenue



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	103	95	8	372	377
Local parks, sport and recreation	1	0	1	32	32
<b>Total Operating Revenue</b>	<b>104</b>	<b>95</b>	<b>9</b>	<b>404</b>	<b>409</b>

**Revenue** is \$9k ahead of budget. This is due to improved usage from the Wesley Community centre.

## Operating Expenditure



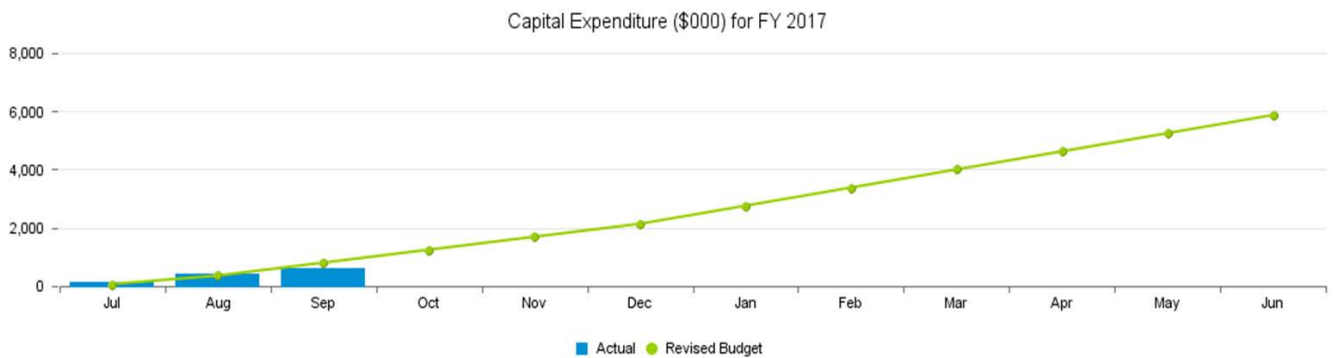
Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	653	739	87	2,971	2,976
Local environmental management	1	5	4	81	81
Local governance	243	243	0	974	974
Local parks, sport and recreation	1,042	881	(161)	4,265	4,744
Local planning and development	11	3	(8)	84	84
<b>Total Operating Expenditure</b>	<b>1,950</b>	<b>1,872</b>	<b>(77)</b>	<b>8,375</b>	<b>8,859</b>

**Operating expenditure** is \$77k over budget.

Locally driven initiatives (LDI) is \$62k under budget. This is mainly community grants (including strategic relationships) which have yet to be allocated.

Asset based services (ABS) is \$139k over budget and relates largely to parks maintenance work programme.

## Capital Expenditure



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	97	138	41	1,527	754
Local parks, sport and recreation	516	655	139	4,343	2,755
<b>Total Capital Expenditure</b>	<b>613</b>	<b>793</b>	<b>180</b>	<b>5,870</b>	<b>3,509</b>

**Capital Expenditure** of \$613k is \$180k behind budget year to date.

There a number of Parks and Community facilities renewals programmes behind schedule due to planning/design/consent issues together with development work at Fearon Park - Harold Long Reserve now at tender stage with construction expected to begin October resulting in the underspend to date.

## 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	49	49	0	194	194
ANZAC	(1)	0	1	0	0
Capacity building programme	0	0	0	14	16
Childrens Development	0	6	6	24	24
Community Arts Programmes	0	2	2	11	11
Community group assistance	(5)	0	5	0	0
Community placemaking initiatives	0	0	0	0	8
Community safety	0	0	0	10	10
Elderly awareness	0	0	0	2	4
Extended Library hours	0	0	0	10	10
Local civic functions	0	3	3	12	12
Local community grants	(54)	60	114	142	109
Local engagement plan	3	0	(3)	0	0
Local events discretionary fund	2	22	20	89	89
Local events fund	(2)	0	2	0	0
Neighbours day events	0	0	0	2	0
Social innovation and enterprise	0	0	0	0	20
Strategic Relationships	71	0	(71)	0	0
Sustainable and Affordable Housing	0	0	0	8	8
Wesley Market support	0	0	0	10	10
Whare restoration support	0	0	0	5	5
Youth connections across Auckland	19	6	(13)	25	25
Youth Development (Puketapapa)	0	0	0	53	55
<b>Total Local community services</b>	<b>82</b>	<b>148</b>	<b>66</b>	<b>609</b>	<b>609</b>
<b>Local environmental management</b>					
Carbon reduction initiatives	0	0	0	10	10
Healthy homes project	0	0	0	28	28
Local streams restoration	1	0	(1)	30	30
Manukau Harbour Forum	0	0	0	8	8
Volunteer support for Three Kings deconstruction project	0	5	5	5	5
<b>Total Local environmental management</b>	<b>1</b>	<b>5</b>	<b>4</b>	<b>81</b>	<b>81</b>
<b>Local parks, sport and recreation</b>					
Ecological restoration programmes monitoring	0	0	0	10	10
Grants - environmental volunteers	0	0	0	10	10
Grants - sports organisations and volunteers	0	0	0	3	3
Greenways plans	0	0	0	8	8
Informal social recreation projects	0	0	0	4	4
LDI Volunteers parks	5	0	(5)	18	18
Manukau Harb/Foreshore pine tree removal	0	0	0	42	42
Manukau Harbour Foreshore Weed/Pest mngt	0	0	0	50	50
Native forest maintenance and restoration	0	0	0	8	8
Park improvement projects	(5)	0	5	0	0
Parks improvements	1	0	(1)	3	3
<b>Total Local parks, sport and recreation</b>	<b>2</b>	<b>0</b>	<b>(2)</b>	<b>156</b>	<b>156</b>
<b>Local planning and development</b>					
Business voice and networking support	0	0	0	25	25
LDI Heritage Survey	1	0	(1)	0	0
Mt. Roskill Village revitalisation	0	0	0	25	25
Precinct plan (Three Kings)	7	0	(7)	20	20
Young Enterprise Scheme	0	0	0	1	1
<b>Total Local planning and development</b>	<b>8</b>	<b>0</b>	<b>(8)</b>	<b>71</b>	<b>71</b>
<b>TOTAL</b>	<b>93</b>	<b>153</b>	<b>60</b>	<b>917</b>	<b>917</b>

## Capital Expenditure – all projects

Project Name	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
ACE - Venue for hire renewals	64	59	(5)	59	0
Functions facility (Pah Homestead)	0	32	32	320	0
ACE - Community house and centre renewals	8	15	7	80	59
ACE - Art facility renewals	0	12	12	121	106
Community facility renewals	0	11	11	107	0
Climate control system upgrade (Pah Homestead)	24	8	(16)	831	0
ACE - Leases renewals	0	1	1	9	9
Linkage improvements (Fearon Park - Harold Long Reserve)	0	0	0	0	579
<b>Total Local community services</b>	<b>96</b>	<b>138</b>	<b>42</b>	<b>1,527</b>	<b>753</b>
Greenway and walkway development	263	268	5	990	822
Parks - Sports fields renewals	64	102	38	949	900
Linkage improvements (Fearon Park - Harold Long Reserve)	25	93	68	723	0
Parks - Asset renewals	2	82	80	823	0
Locally driven initiatives (LDI Capex)	40	42	2	514	726
Car park upgrades and signage	0	28	28	284	284
Leisure facility building renewals	42	23	(19)	23	23
Walkway (Manukau foreshore)	10	11	1	16	0
Sport development	13	5	(8)	22	0
Local improvement projects (LIPS)	1	0	(1)	0	0
Various parks projects - AT funded	57	0	(57)	0	0
<b>Total Local parks, sport and recreation</b>	<b>517</b>	<b>654</b>	<b>137</b>	<b>4,344</b>	<b>2,755</b>
<b>TOTAL</b>	<b>613</b>	<b>793</b>	<b>180</b>	<b>5,870</b>	<b>3,509</b>
<b>Subsidies and grants for capital expenditure</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Funding Impact Statement**  
**Puketapapa**  
**For the 3 months ended 30 September 2016**

\$000	Notes	Actual 2017	Annual Plan Sept 2016	Revised Budget Sept 2016	Annual Plan 2017
<b>Sources of operating funding:</b>					
General rates, UAGC, rates penalties		9,962	9,894	9,894	9,894
Targeted rates		-	-	-	-
Subsidies and grants for operating purposes		-	9	4	38
Fees and charges		101	88	88	360
Local authorities fuel tax, fines, infringement fees and other receipts		3	3	3	11
<b>Total operating funding</b>		<b>10,066</b>	<b>9,994</b>	<b>9,989</b>	<b>10,303</b>
<b>Applications of operating funding:</b>					
Payment to staff and suppliers		1,793	2,072	1,715	8,170
Finance costs		157	157	157	686
Internal charges and overheads applied		363	363	363	1,451
Other operating funding applications		-	-	-	-
<b>Total applications of operating funding</b>		<b>2,313</b>	<b>2,592</b>	<b>2,235</b>	<b>10,307</b>
<b>Surplus (deficit) of operating funding</b>		<b>7,753</b>	<b>7,402</b>	<b>7,754</b>	<b>(4)</b>
<b>Sources of capital funding:</b>					
Subsidies and grants for capital expenditure		-	-	-	-
Development and financial contributions		-	-	-	-
Increase (decrease) in debt		(7,140)	(6,525)	(6,961)	3,513
Gross proceeds from sale of assets		-	-	-	-
Lump sum contributions		-	-	-	-
Other dedicated capital funding		-	-	-	-
<b>Total sources of capital funding</b>		<b>(7,140)</b>	<b>(6,525)</b>	<b>(6,961)</b>	<b>3,513</b>
<b>Applications of capital funding:</b>					
Capital expenditure:					
- to meet additional demand		276	-	273	-
- to improve the level of service		91	71	79	284
- to replace existing assets		246	806	441	3,225
Increase (decrease) in reserves		-	-	-	-
Increase (decrease) in investments		-	-	-	-
<b>Total applications of capital funding</b>		<b>613</b>	<b>877</b>	<b>793</b>	<b>3,509</b>
<b>Surplus (deficit) of capital funding</b>		<b>(7,753)</b>	<b>(7,402)</b>	<b>(7,754)</b>	<b>4</b>
<b>Funding balance</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Variance explanation Actual 2016 to Long Term Plan 2016:**

No significant variance to report.