

Financial Performance

Financial Summary

Account	Year to Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Operating revenue (ABS)	2,434	2,329	105	4,742	4,742
Operating expenditure (ABS)	10,464	10,751	287	21,605	21,763
Operating expenditure (LDI)	584	635	51	2,221	2,153
Operating expenditure (LGS)	565	565	0	1,130	1,130
Net Cost of Service	9,179	9,621	442	20,214	20,303

Capital expenditure	2,983	4,026	1,043	12,497	14,529
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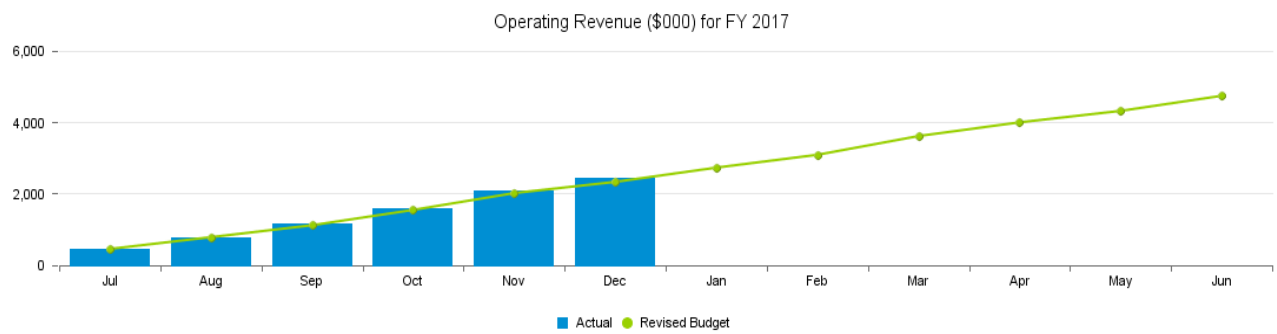
The Howick Local Board's net cost of service to the end of December is \$9.2m against a budget of \$9.6m. This positive result is due to a combination of higher revenue received as well as operating expenditure for asset based services being lower than budget. The recreation services offered by the leisure centres at Howick and Pakuranga are performing well with revenue achieved above targets to date. Venue hire revenue is also above budget with Bucklands and Eastern Beaches Memorial Hall and Pakuranga Community Hall the two that have seen excellent utilisation to date.

Operating expenditure for asset based services is 3% below budget. Lower costs to date in the parks maintenance area is the main driver for the variance.

The majority of the locally driven expenditure is scheduled to be utilised in the second half of the year; only 27% of the total budget has been spent to date. Considerable budget still remains in the grants area, both community grants and facility partnership grants. A potential risk could be that the applications received for available grants are not supported by the local board and due to resourcing and timing constraints the board may not be able to re-invest any funds that remain unallocated before the financial year end in June.

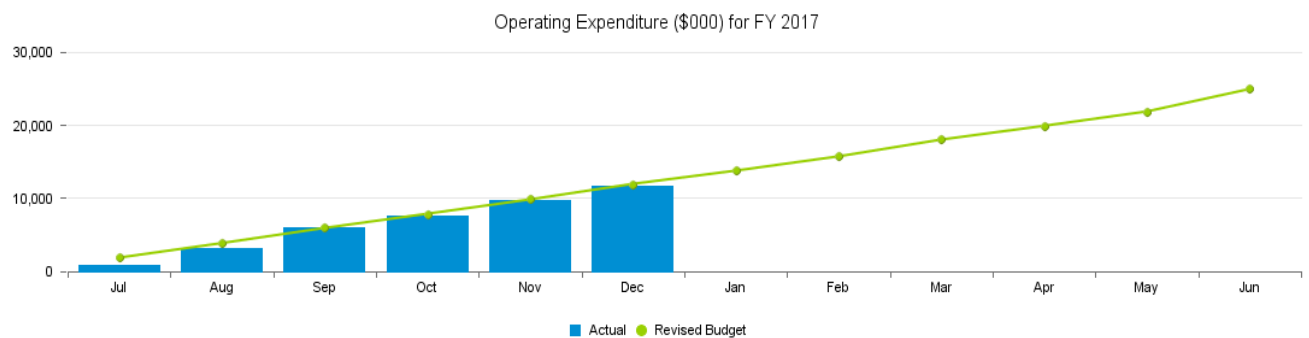
Capital investment is below the year to date budget. This is mainly in the community facilities renewals programme with Lloyd Elsmore Park Leisure Centre upgrade, one of the larger projects, still in the design phase. The majority of the capital spend to date is for the development taking place at Barry Curtis Park.

Operating Revenue



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	143	103	40	205	205
Local parks, sport and recreation	2,291	2,226	65	4,537	4,537
Total Operating Revenue	2,434	2,329	105	4,742	4,742

Operating Expenditure



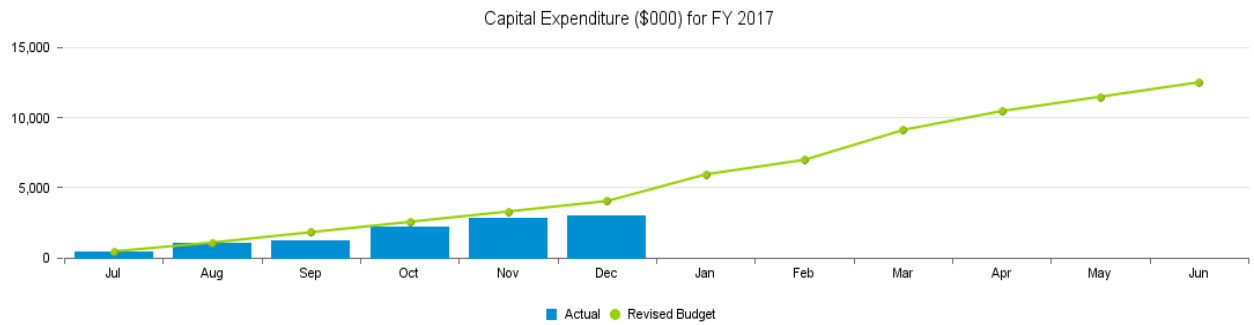
Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	3,994	4,256	262	8,622	8,563
Local environmental management	12	24	12	97	87
Local governance	565	565	0	1,130	1,130
Local parks, sport and recreation	6,436	6,513	77	13,961	14,110
Local planning and development	607	592	(15)	1,146	1,156
Total Operating Expenditure	11,614	11,950	336	24,956	25,046

LDI Expenditure – All Projects

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services					
ACE LDI Staff allocation	101	101	0	202	202
ANZAC	0	0	0	23	23
Arts plan Initiatives	24	0	(24)	49	0
Community Arts Programmes	0	0	0	38	38
Community response operating fund	28	75	47	158	167
Community Safety Initiatives	0	16	16	31	31
Community volunteer awards	8	10	2	10	0
COM Pipes and Drums Inc	11	11	0	11	11
Extended Library hours	38	0	(38)	77	77
Fees and charges subsidy	20	20	0	40	40
Healthy Howick concept plan	0	10	10	20	20
Howick Brass Band	0	13	13	13	13
Howick coastguard	46	46	0	46	46
Howick community advice	0	0	0	2	2
Howick Pride of Place project	6	0	(6)	100	100
Howick Tourism Plan	0	9	9	9	0
Inclusion and equity - diversity and inclusion	0	0	0	15	15
Local Arts Grants	13	13	0	25	25
Local civic functions	0	2	2	5	5
Local community grants	98	196	98	435	435
Local events discretionary fund	30	28	(2)	56	56
Local events fund	(1)	0	1	0	0
MCC Concert Band	11	11	0	11	11
Social innovation and enterprise	0	10	10	20	20
Stockade Hill and Howick mainstreet lights	9	32	23	35	35
Youth focussed facility / programmes	0	0	0	30	30
Youth programmes community development	8	10	2	20	20
Total Local community services	451	612	161	1,481	1,422
Local environmental management					
Develop Industry Pollution Programme (continuation)	11	20	9	30	20
Environment response fund LDI	0	0	0	0	20
Investigate Recycling Hub	0	4	4	20	0

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Weed management prog parks and walkways	1	0	(1)	47	47
Total Local environmental management	12	24	12	97	87
Local parks, sport and recreation					
Community response operating fund	0	9	9	9	0
Facility Partnership Programme	0	0	0	300	300
Green assets - LDI	12	0	(12)	50	50
LDI Programme Events in local parks	86	0	(86)	100	100
LDI Volunteers parks	1	0	(1)	50	50
Playground network and design strategy	0	0	0	25	25
Total Local parks, sport and recreation	98	9	(89)	534	525
Local planning and development					
Complete development of heritage plan	24	0	(24)	50	50
Howick Tourism Plan	0	0	0	10	10
Local economic development planning - BID top up	0	0	0	45	45
Local Economic Development Program	0	(10)	(10)	(10)	0
World Masters Games	0	0	0	10	10
Young Enterprise Scheme	0	0	0	4	4
Total Local planning and development	24	(10)	(34)	109	119
TOTAL	584	635	51	2,221	2,153

Capital Expenditure



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	621	956	335	1,927	3,145
Local parks, sport and recreation	2,360	3,067	707	8,237	8,868
Local planning and development	2	3	1	2,333	2,516
Total Capital Expenditure	2,983	4,026	1,043	12,497	14,529

Capital Expenditure – all projects

Project Name	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Art centre redevelopment (Uxbridge)	318	476	158	764	1,283
Local library renewals	17	251	234	628	628
Multi-purpose facility (Flat Bush)	240	120	-120	265	982
Library furniture and fitting renewals	0	76	76	191	191
ACE - Leases renewals	1	25	24	62	62
ACE - Community house and centre renewals	19	7	-12	19	0
Canopy and street toilet renewals	20	0	-20	0	0
Community facility renewals	6	0	-6	0	0
Total Local community services	621	955	334	1,929	3,146
Parks - Asset renewals	160	675	515	1,619	1536
Leisure facility building renewals	49	640	591	1,579	1,579
Master plan (Barry Curtis Park)	1,227	640	-587	2,125	2,386
Walkway and cycleway paths (Flat Bush)	16	228	212	567	408
Parks - Coastal asset renewals	651	178	-473	430	426
General park development	64	173	109	420	68
Parks - Sports fields renewals	20	120	100	296	296
Greenway and walkway development	15	92	77	107	419
Locally driven initiatives (LDI Capex)	25	82	57	409	1,428
Playspace (Flat Bush)	66	75	9	184	124
Sportsfields development (Ostrich Farm)	4	68	64	174	119
Playscape development	11	50	39	200	0
Development (Styak-Lushington park)	5	35	30	82	80
Sport development	6	11	5	45	0
Leisure facility equipment renewals	30	0	-30	0	0
Local park horticultural renewals	10	0	-10	0	0
Local Sports Park South Drainage	2	0	-2	0	0
Total Local parks, sport and recreation	2,361	3,067	706	8,237	8,869
SWEI Flat bush water quality ponds	2	3	1	2,333	2,516
Total Local planning and development	2	3	1	2,333	2,516
TOTAL	2,983	4,026	1,043	12,497	14,529

Funding impact statement

Funding Impact Statement					
Howick					
For the year ended 31 December 2016					
\$000	Notes	Actual 2017	Revised Budget 2017	Annual Plan 2017	Long Term 2016
Sources of operating funding:					
General rates, UAGC, rates penalties		23,051	23,057	23,057	21,012
Targeted rates		402	402	402	648
Subsidies and grants for operating purposes		376	310	516	626
Fees and charges		1,806	1,803	3,794	3,357
Local authorities fuel tax, fines, infringement fees and other receipts		253	216	431	699
Total operating funding		25,888	25,788	28,200	26,342
Applications of operating funding:					
Payment to staff and suppliers		9,365	9,709	20,300	19,295
Finance costs		2,158	2,158	4,578	3,684
Internal charges and overheads applied		1,649	1,649	3,299	3,279
Other operating funding applications		-	-	-	-
Total applications of operating funding		13,172	13,516	28,177	26,258
Surplus (deficit) of operating funding		12,716	12,272	23	84
Sources of capital funding:					
Subsidies and grants for capital expenditure		-	-	-	-
Development and financial contributions		-	-	-	-
Increase (decrease) in debt		(9,733)	(8,247)	14,505	18,119
Gross proceeds from sale of assets		-	-	-	-
Lump sum contributions		-	-	-	-
Other dedicated capital funding		-	-	-	-
Total sources of capital funding		(9,733)	(8,247)	14,505	18,119
Applications of capital funding:					
Capital expenditure:					
- to meet additional demand		338	449	3,984	7,689
- to improve the level of service		1,635	1,522	4,400	8,347
- to replace existing assets		1,010	2,054	6,144	2,167
Increase (decrease) in reserves		-	-	-	-
Increase (decrease) in investments		-	-	-	-
Total applications of capital funding		2,983	4,025	14,528	18,203
Surplus (deficit) of capital funding		(12,716)	(12,272)	(23)	(84)
Funding balance		-	-	-	-