

Financial Performance

Financial Summary

Account	Year to Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Operating revenue (ABS)	2,852	3,069	(217)	5,903	5,903
Operating expenditure (ABS)	7,040	7,188	148	14,245	14,223
Operating expenditure (LDI)	707	588	(119)	1,407	1,363
Operating expenditure (LGS)	540	540	0	1,080	1,080
Net Cost of Service	5,434	5,246	(188)	10,829	10,763
Capital expenditure	3,593	3,398	(195)	7,127	7,458

Kaipātiki Local Board's net operating expenditure of \$5.4m at the end of December 2016 is 3.5% over budget.

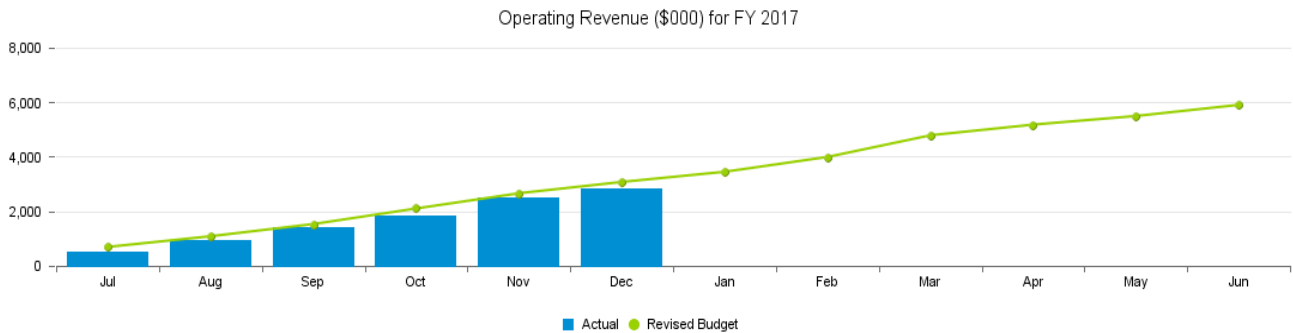
Revenue targets for Glenfield and Birkenhead Leisure Centres have increased from last year and the aquatic revenue is tracking slightly behind the new budget. The early childhood education revenue target has also seen an increase of approximately 20% on last year's results. All three early childhood centres are reporting lower revenue against budget.

The locally driven initiatives (LDI) operational budget to date is shown as overspent to date. This is driven by a number of funding agreements that were finalised and paid in the second quarter but the budget has assumed staged payments. This variance will come into line as the year progresses.

There are still unallocated LDI operational budgets for the current year totalling approximately \$190k. The community response budget has \$164k unallocated with a further \$25k in the local planning and development activity. It would be advisable the board looks to allocate these funds as operational expenditure cannot be carried forward unless committed to a project.

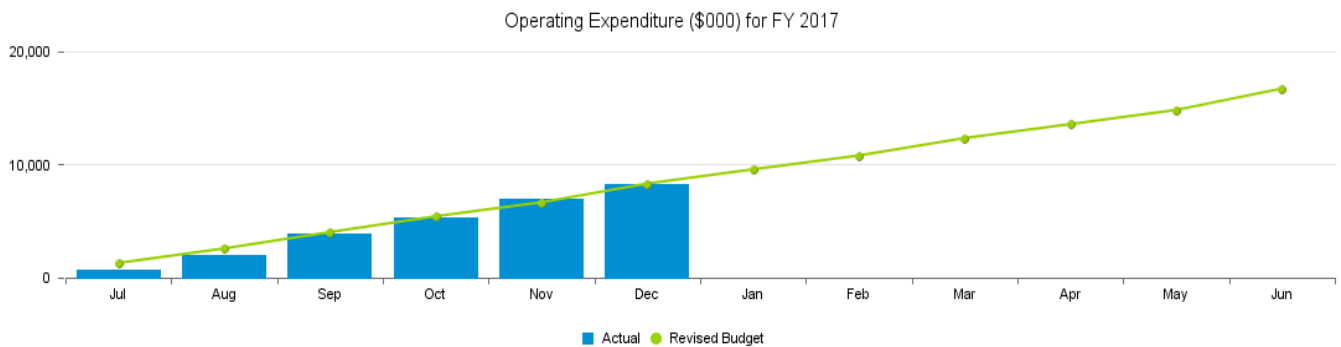
Capital expenditure is ahead of budget. The Marlborough Park Youth Facility was completed and opened last quarter. The capital budget for this project requires re-phasing as approximately 50% of the budget is allocated in the next financial year. This will be corrected during the budget refresh process. Considerable investment continues to be made in the parks renewals with spend to date at \$1.1m.

Operating Revenue



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	188	187	1	378	378
Local parks, sport and recreation	2,664	2,883	(219)	5,525	5,525
Total Operating Revenue	2,852	3,070	(218)	5,903	5,903

Operating Expenditure



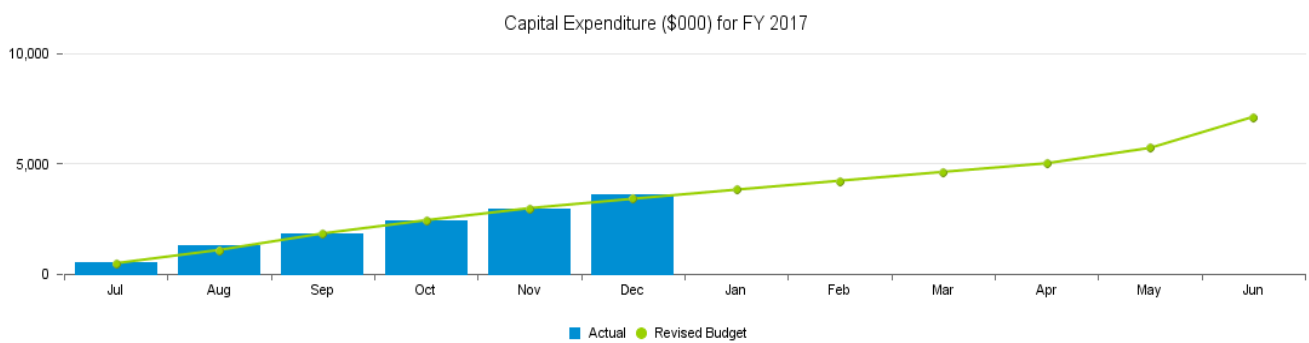
Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	2,831	2,777	(54)	5,453	5,387
Local environmental management	20	26	6	101	101
Local governance	540	540	0	1,080	1,080
Local parks, sport and recreation	4,565	4,649	84	9,344	9,344
Local planning and development	331	324	(7)	754	754
Total Operating Expenditure	8,287	8,316	29	16,732	16,666

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	49	49	0	98	98
ANZAC	0	0	0	30	30
Christmas events	18	18	0	18	18
Community Arts Programmes	15	5	(10)	15	10
Community response operating fund	0	79	79	164	135
Community volunteer awards	0	5	5	5	5
Equity access grant	0	0	0	50	50
Event partnership	37	20	(17)	47	54
Extended Library hours	7	0	(7)	13	13
KCFT Annual grant	163	81	(82)	163	187
KCFT events	100	54	(46)	100	93
Local civic functions	2	3	1	7	7
Local community grants	28	106	78	212	212
Local events fund	0	6	6	6	0
Local Youth Employment	50	20	(30)	50	60
Secondary schools scholarship grant	8	4	(4)	8	8
Top up ABS: Community houses	66	43	(23)	86	86
Youth programmes community development	30	15	(15)	30	30
Total Local community services	573	508	(65)	1,101	1,095
Local environmental management					
Environment response fund	0	0	0	8	12
Kaipatiki project - environmental programmes	11	23	12	45	45
KCFT - Environment and Sustainability Programmes	8	3	(5)	8	8
Northwest Wildlink	0	0	0	12	8
Total Local environmental management	20	26	6	73	73
Local parks, sport and recreation					
LDI Volunteers parks	58	0	(58)	113	75
Parks response fund	3	0	(3)	6	60
Top Up ABS: Non chemical spraying/mechanical spraying	54	54	0	54	0
Total Local parks, sport and recreation	115	54	(61)	173	135
Local planning and development					
Local economic develop planning initiatives	0	0	0	30	30
Planning and Development response	0	0	0	30	30

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
fund(Kaipatiki)					
Total Local planning and development	0	0	0	60	60
TOTAL	707	588	(119)	1,407	1,363

Capital Expenditure



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	793	655	(138)	1,594	948
Local parks, sport and recreation	1,534	1,219	(315)	2,466	4,312
Local planning and development	1,266	1,524	258	3,067	2,198
Total Capital Expenditure	3,593	3,398	(195)	7,127	7,458

Capital Expenditure – all projects

Project Name	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local library renewals	33	374	341	927	423
Youth facility (Marlborough Park)	671	160	-511	400	304
ACE - Community house and centre renewals	70	47	-23	84	39
Library furniture and fitting renewals	0	40	40	100	100
ACE - Leases renewals	19	33	14	82	82
Total Local community services	793	654	-139	1,593	948
Parks - Asset renewals	1,114	654	-460	1,207	1,121
Leisure facility building renewals	107	153	46	361	315
Greenway and walkway development	78	112	34	90	552
Rewi Alley reserve toilet development	0	95	95	238	238
Parks - Sports fields renewals	57	87	30	201	201
General park development	-2	70	72	70	782
Locally driven initiatives (LDI Capex)	25	36	11	286	1,090
Parks - Coastal asset renewals	122	12	-110	12	12
Leisure facility equipment renewals	6	0	-6	0	0
Sport development	27	0	-27	0	0
Total Local parks, sport and recreation	1,534	1,219	-315	2,465	4,311
Viewing deck and development (Highbury)	1,026	1,390	364	1,538	0
Street upgrade (Highbury Mainstreet)	230	110	-120	1,485	2,198
Central area upgrade (Northcote)	9	16	7	41	0
Town centre upgrade (Beach Haven)	1	8	7	3	0
Total Local planning and development	1,266	1,524	258	3,067	2,198
TOTAL	3,593	3,398	-195	7,127	7,458

Funding impact statement

Funding Impact Statement					
Kaipatiki					
For the year ended 31 December 2016					
\$000	Notes	Actual 2017	Revised Budget 2017	Annual Plan 2017	Long Term Plan 2016
Sources of operating funding:					
General rates, UAGC, rates penalties		13,213	13,217	13,217	13,162
Targeted rates		307	307	307	307
Subsidies and grants for operating purposes		481	526	894	776
Fees and charges		2,208	2,376	4,675	4,862
Local authorities fuel tax, fines, infringement fees and other receipts		163	167	335	924
Total operating funding		16,372	16,593	19,428	20,031
Applications of operating funding:					
Payment to staff and suppliers		7,534	7,555	15,065	15,886
Finance costs		671	671	1,424	1,164
Internal charges and overheads applied		1,431	1,431	2,862	2,839
Other operating funding applications		-	-	-	-
Total applications of operating funding		9,636	9,657	19,351	19,889
Surplus (deficit) of operating funding		6,736	6,936	77	142
Sources of capital funding:					
Subsidies and grants for capital expenditure		-	-	-	-
Development and financial contributions		-	-	-	-
Increase (decrease) in debt		(3,143)	(3,538)	7,381	6,277
Gross proceeds from sale of assets		-	-	-	-
Lump sum contributions		-	-	-	-
Other dedicated capital funding		-	-	-	-
Total sources of capital funding		(3,143)	(3,538)	7,381	6,277
Applications of capital funding:					
Capital expenditure:					
- to meet additional demand		106	191	1,334	291
- to improve the level of service		244	380	2,740	3,557
- to replace existing assets		3,243	2,827	3,384	2,571
Increase (decrease) in reserves		-	-	-	-
Increase (decrease) in investments		-	-	-	-
Total applications of capital funding		3,593	3,398	7,458	6,419
Surplus (deficit) of capital funding		(6,736)	(6,936)	(77)	(142)
Funding balance		-	-	-	-