

## Appendix C Financial Performance - Maungakiekie-Tāmaki Local Board

### Financial Summary

Account	Year to Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Operating revenue (ABS)	241	218	23	556	556
Operating revenue (LDI)	(5)	10	(15)	20	20
Operating expenditure (ABS)	5,673	5,340	(333)	10,922	11,576
Operating expenditure (LDI)	373	641	268	1,460	1,307
Operating expenditure (LGS)	552	552	0	1,108	1,108
<b>Net Cost of Service</b>	<b>6,362</b>	<b>6,305</b>	<b>(57)</b>	<b>12,914</b>	<b>13,416</b>
<b>Capital expenditure</b>	<b>2,256</b>	<b>3,232</b>	<b>976</b>	<b>8,755</b>	<b>3,910</b>

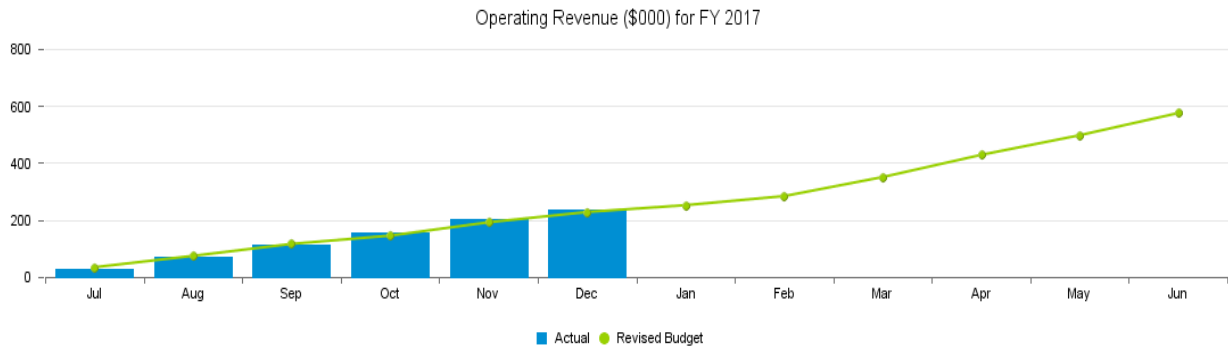
Maungakiekie-Tamaki Local Board has invested \$2.3m in capital projects and \$6.4m in operating expenditure for the six months ended 31 December 2017.

Net cost of service is near target and is explained in the following pages. The main cause of the variance is in operating expenditure - lower expenditure in local community services offset higher expenditure in parks maintenance work programmes. It is anticipated that total operating expenditure will be on target at year end.

The capital expenditure performance is below budget by \$0.9m as planning is in progress for growth projects and coastal asset renewals.

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 as well as additional budget for growth projects. Details are in capital expenditure – all projects. The operational expenditure has also been revised and to reflect the LDI opex approved to be carried forward.

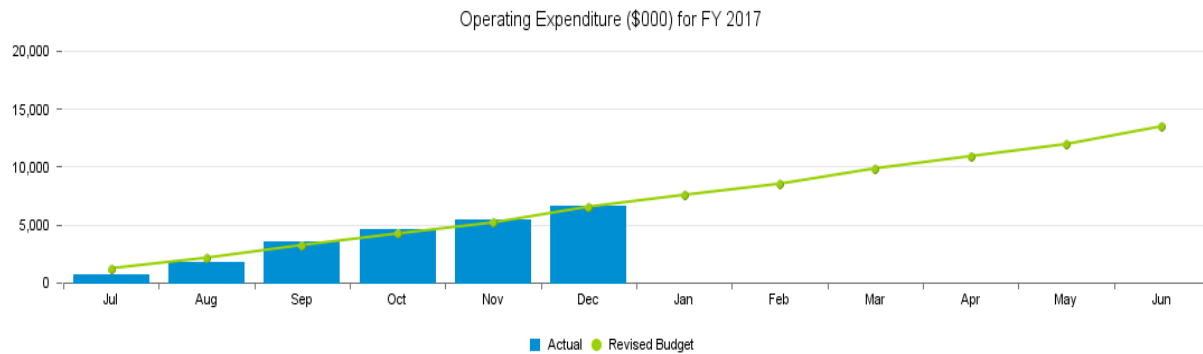
## Operating Revenue



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	235	222	13	543	543
Local parks, sport and recreation	0	6	(6)	32	32
<b>Total Operating Revenue</b>	<b>235</b>	<b>228</b>	<b>7</b>	<b>575</b>	<b>575</b>

Revenue is near to phased budget.

## Operating Expenditure



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	2,094	2,346	252	4,620	4,467
Local environmental management	41	38	(3)	120	120
Local governance	552	552	0	1,108	1,108
Local parks, sport and recreation	3,150	2,836	(314)	6,616	7,270
Local planning and development	761	761	0	1,026	1,026
<b>Total Operating Expenditure</b>	<b>6,598</b>	<b>6,533</b>	<b>(65)</b>	<b>13,490</b>	<b>13,991</b>

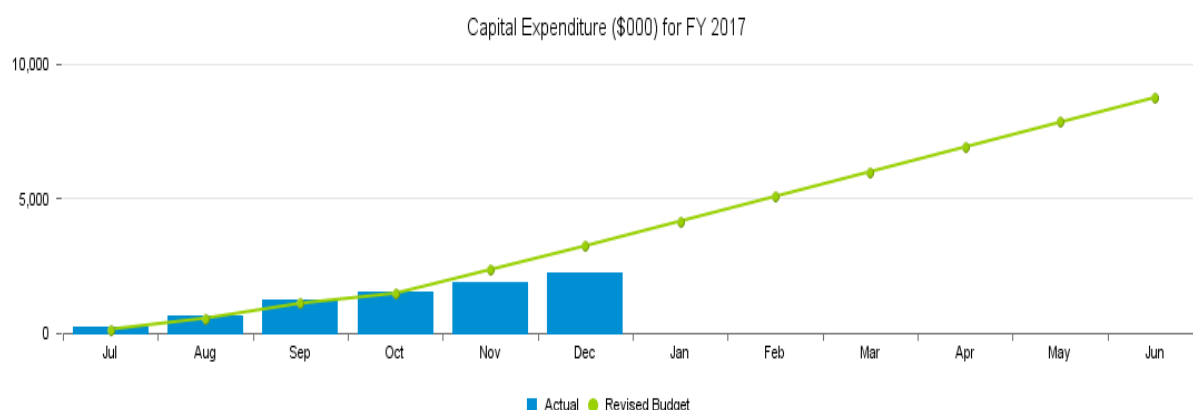
The operating expenditure is near to phased budget with variations between local community services activity and local parks, sport and recreation.

Locally driven initiatives programmes in community services are in progress although lagging behind phased budget. In local parks, sports and recreation, parks maintenance work programmes are ahead of budget and will be on target at year end.

## Operational Expenditure - Locally Driven Initiatives

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	91	91	0	182	182
Art in public places	0	34	34	49	30
Capacity building programme	0	30	30	45	30
Community Gardens	5	3	(2)	5	5
Community partnership fund	176	88	(88)	175	175
Community Places programme LDI top up	0	15	15	29	29
Community response operating fund	(92)	33	125	66	66
Community safety	2	55	53	55	0
Housing Quality Improvement Project (HQIP)	(11)	0	11	20	20
Implement safety and alcohol harm reduction plans	0	23	23	45	45
Local civic functions	1	8	7	15	15
Local community grants	11	32	21	80	80
Local events discretionary fund	5	0	(5)	0	0
Local events fund	47	53	6	105	105
Neighbourhood development	2	5	3	5	0
Panmure hall activation	28	38	10	75	75
Ruapotaka Marae support projects	25	25	0	25	0
Youth connections across Auckland	11	59	48	84	50
Youth panel grant	0	5	5	10	10
<b>Total Local community services</b>	<b>301</b>	<b>593</b>	<b>292</b>	<b>1,070</b>	<b>917</b>
<b>Local environmental management</b>					
Manukau Harbour water quality impr	21	20	(1)	43	50
Plastic bag reduction (Tamaki WRAP)	20	8	(12)	20	20
Tamaki Est/Panmure Basin water qual impr	0	10	10	57	50
<b>Total Local environmental management</b>	<b>41</b>	<b>38</b>	<b>(3)</b>	<b>120</b>	<b>120</b>
<b>Local parks, sport and recreation</b>					
LDI Volunteers parks	3	0	(3)	20	20
Parks Environmental projects	34	0	(34)	200	200
Sport participatican project	0	0	0	30	30
<b>Total Local parks, sport and recreation</b>	<b>36</b>	<b>0</b>	<b>(36)</b>	<b>250</b>	<b>250</b>
<b>TOTAL</b>	<b>378</b>	<b>631</b>	<b>253</b>	<b>1,440</b>	<b>1,287</b>

## Capital Expenditure



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	336	356	20	731	212
Local governance	3	47	44	113	0
Local parks, sport and recreation	1,819	2,770	951	7,852	3,698
Local planning and development	98	59	(39)	59	0
<b>Total Capital Expenditure</b>	<b>2,256</b>	<b>3,232</b>	<b>976</b>	<b>8,755</b>	<b>3,910</b>

Capital performance delivery for the six months is behind the phased budget by \$0.9m.

- Planning is in progress for growth projects and coast asset renewals.
- Waikaraka Park sports park development is on hold due to new east/west link and stormwater dependencies.
- In locally driven initiatives (LDI capex) projects – the reconfiguration of community spaces in Pilkington road and the Glen Innes Hall refurbishment are in construction phase and due to be completed in 2017.
- Onehunga Bay foreshore upgrade is at practical completion stage and the Onehunga Bay Park was opened on 14 November.

The revised capex budget has been updated to take into account budget allocation for growth projects in greenway and walkway, sports, General Park and play scape developments to meet development needs in the Maungakiekie-Tamaki area.

## Capital Expenditure – all projects

Project Name	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
ACE - Community house and centre renewals	155	276	121	545	88
ACE - Leases renewals	12	36	24	81	81
Community facility renewals	2	24	22	61	0
Local library renewals	4	20	16	45	44
Canopy and street toilet renewals	161	0	(161)	0	0
Glen Innes Music and Arts Centre for Youth	2	0	(2)	0	0
<b>Total Local community services</b>	<b>336</b>	<b>356</b>	<b>20</b>	<b>732</b>	<b>213</b>
Local Board Discretionary Fund Project	3	47	44	113	0
<b>Total Local governance</b>	<b>3</b>	<b>47</b>	<b>44</b>	<b>113</b>	<b>0</b>
Parks - Asset renewals	650	617	(33)	1,239	1,079
Greenway and walkway development	239	533	294	2,130	0
Stage one development (Sir Woolf Fisher Park)	332	347	15	864	799
Parks - Coastal asset renewals	89	276	187	613	740
Leisure facility building renewals	355	211	(144)	425	343
Sport development	1	204	203	808	0
General park development	0	202	202	675	0
Locally driven initiatives (LDI Capex)	81	91	10	442	538
Parks - Sports fields renewals	1	71	70	178	0
Foreshore upgrade (Onehunga Bay)	15	64	49	64	0
Upgrade (Jubilee bridge)	28	62	34	141	105
Playscape development	17	54	37	179	0
Sportspark Development (Waikaraka Park)	3	38	35	95	95
Sports Field Capacity	10	0	(10)	0	0
<b>Total Local parks, sport and recreation</b>	<b>1,821</b>	<b>2,770</b>	<b>949</b>	<b>7,853</b>	<b>3,699</b>
Upgrade (Upper Onehunga Mall)	98	59	(39)	59	0
<b>Total Local planning and development</b>	<b>98</b>	<b>59</b>	<b>(39)</b>	<b>59</b>	<b>0</b>
<b>TOTAL</b>	<b>2,258</b>	<b>3,232</b>	<b>974</b>	<b>8,756</b>	<b>3,911</b>

## Funding Impact Statement – Maungakiekie-Tāmaki

### For the 6 months ended 31 December 2016

\$000	Notes	Actual 2017	Revised Budget 2017	Annual Plan 2017	Long Term Plan 2016
<b>Sources of operating funding:</b>					
General rates, UAGC, rates penalties		14,566	14,570	14,570	16,086
Targeted rates		994	994	994	994
Subsidies and grants for operating purposes		7	19	39	19
Fees and charges		177	164	448	405
Local authorities fuel tax, fines, infringement fees and other receipts		52	45	89	178
<b>Total operating funding</b>		<b>15,796</b>	<b>15,792</b>	<b>16,140</b>	<b>17,682</b>
<b>Applications of operating funding:</b>					
Payment to staff and suppliers		5,944	5,871	12,590	13,181
Finance costs		642	642	1,362	1,615
Internal charges and overheads applied		1,086	1,086	2,172	2,180
Other operating funding applications		-	-	-	-
<b>Total applications of operating funding</b>		<b>7,672</b>	<b>7,599</b>	<b>16,124</b>	<b>16,976</b>
<b>Surplus (deficit) of operating funding</b>		<b>8,124</b>	<b>8,193</b>	<b>16</b>	<b>706</b>
<b>Sources of capital funding:</b>					
Subsidies and grants for capital expenditure		-	-	-	-
Development and financial contributions		-	-	-	-
Increase (decrease) in debt		(5,868)	(4,960)	3,895	6,877
Gross proceeds from sale of assets		-	-	-	-
Lump sum contributions		-	-	-	-
Other dedicated capital funding		-	-	-	-
<b>Total sources of capital funding</b>		<b>(5,868)</b>	<b>(4,960)</b>	<b>3,895</b>	<b>6,877</b>
<b>Applications of capital funding:</b>					
Capital expenditure:					
- to meet additional demand		611	1,442	894	2,510
- to improve the level of service		106	59	-	2,030
- to replace existing assets		1,539	1,732	3,017	3,043
Increase (decrease) in reserves		-	-	-	-
Increase (decrease) in investments		-	-	-	-
<b>Total applications of capital funding</b>		<b>2,256</b>	<b>3,233</b>	<b>3,911</b>	<b>7,583</b>
<b>Surplus (deficit) of capital funding</b>		<b>(8,124)</b>	<b>(8,193)</b>	<b>(16)</b>	<b>(706)</b>
<b>Funding balance</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>