

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)	227	184	43	384	384
Operating revenue (LDI)	9	8	1	20	25
Operating expenditure (ABS)	3,081	2,937	(144)	6,360	6,943
Operating expenditure (LDI)	300	319	19	946	942
Operating expenditure (LGS)	487	487	0	974	974
Net Cost of Service	3,632	3,552	(80)	7,876	8,450
Subsidies and grants for capital expenditure	0	0	0	0	0
Capital expenditure	1,669	2,278	609	5,981	3,509

The Puketapapa Local Board has invested \$1.7m in capital expenditure and \$3.6m net operating expenditure for the six months ended 31 December 2016.

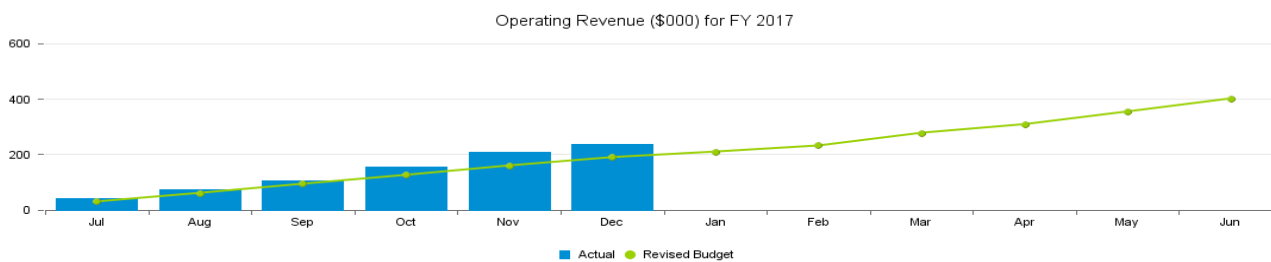
The majority of the capital spend in the quarter ended December was in the Parks activity on the Waikowhai (Manukau Harbour) Coastal walkway, Lighting at Margaret Griffen Park and sand-carpeting at Keith Hay No.4 field.

Net cost of service for the six months ended 31 December 2016 is \$80k over budget and is explained in the following pages. The main variance is in the Parks, Sport and recreation activity relating to parks maintenance which is expected to be closer to budget by year end.

Revenue from community centres/halls is expected to be maintained at the same rate of trend to the year end. This budget setting for next year is being reviewed in light of this and discussed at the Annual plan workshops later this year. There will be no impact to the LDI in the current year for the discounted fee charges.

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

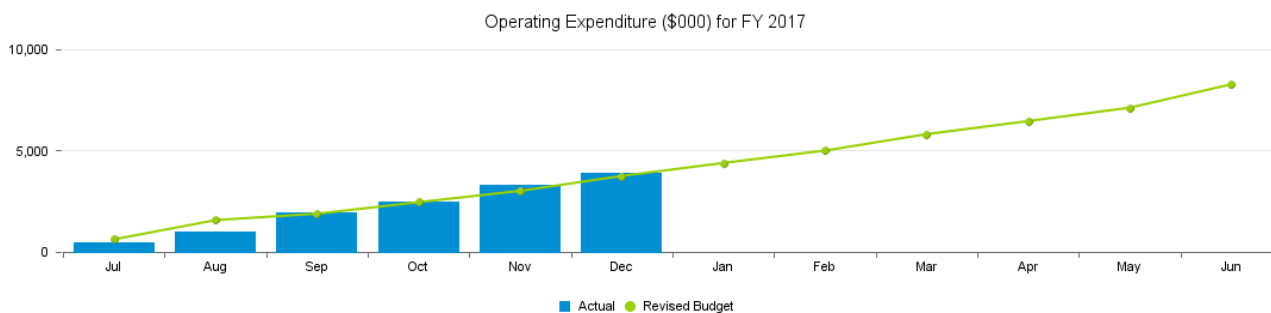


Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	235	188	47	372	377
Local parks, sport and recreation	1	4	(3)	32	32
Total Operating Revenue	236	192	44	404	409

Revenue is \$236k to date, \$44k above budget.

This is due to improved usage from the Wesley Community centre and Fickling Convention centre. There will be no impact to the LDI in the current year for the discounted fee charges.

Operating Expenditure



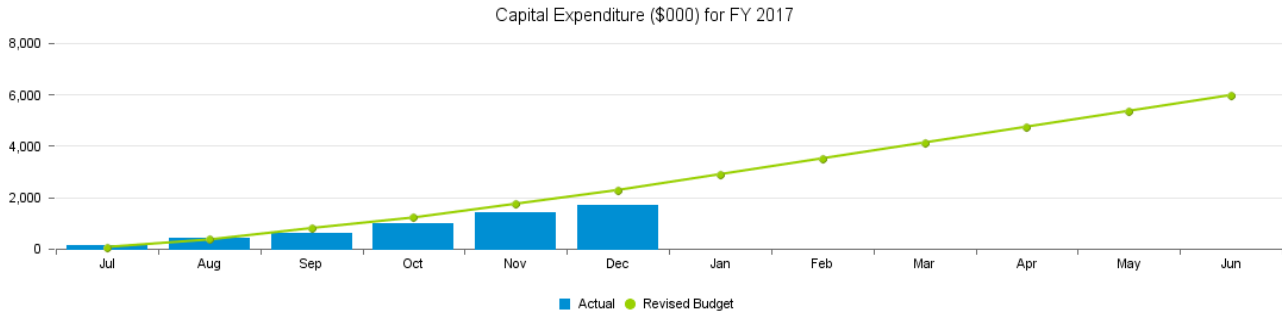
Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	1,451	1,477	26	2,971	2,976
Local environmental management	3	6	3	86	81
Local governance	487	487	0	974	974
Local parks, sport and recreation	1,906	1,764	(142)	4,161	4,744
Local planning and development	21	10	(11)	89	84
Total Operating Expenditure	3,868	3,744	(124)	8,281	8,859

Operating expenditure is \$3.9m to date, over budget by \$124k

Asset based services (ABS) is \$144k over budget and relates largely to parks maintenance work programme and timing of completion of parks technical reports. Overall parks maintenance is expected to be close to budget by year end.

Locally driven initiatives (LDI) is \$19k under budget. This is mainly community grants (including strategic relationships) which have yet to be allocated.

Capital Expenditure



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	186	231	45	658	754
Local parks, sport and recreation	1,483	2,047	564	5,323	2,755
Total Capital Expenditure	1,669	2,278	609	5,981	3,509

Capital Expenditure of \$1.7m is \$609k below budget year to date.

There a number of Parks and Community facilities renewals programmes which at various stages of scoping/tendering etc. together with development work at Fearon Park - Harold Long Reserve where physical work tender stage completed with construction expected to begin January/February 2017 resulting in the underspend to date. The parks renewals programme to date is behind schedule but expected to improve in the next quarter.

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	97	97	0	194	194
ANZAC	(1)	0	1	0	0
Capacity building programme	14	6	(8)	14	16
Childrens Development	20	12	(8)	24	24
Community Arts Programmes	0	5	5	11	11
Community placemaking initiatives	0	0	0	0	8
Community safety	2	5	3	10	10
Elderly awareness	2	2	0	2	4
Extended Library hours	5	0	(5)	10	10
Local civic functions	0	6	6	12	12
Local community grants	(50)	88	138	142	109
Local engagement plan	4	0	(4)	0	0
Local events discretionary fund	28	44	16	89	89
Local events fund	(1)	0	1	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	25	13	(12)	25	25
Youth Development (Puketapapa)	35	25	(10)	53	55
Total Local community services	252	302	50	609	609
Local environmental management					
Carbon reduction initiatives	0	0	0	10	10
Healthy homes project	1	1	0	28	28
Local streams restoration	1	0	(1)	30	30
Manukau Harbour Forum	1	0	(1)	8	8
Support resource recovery network project	0	0	0	5	0
Volunteer support for Three Kings deconstruction	0	5	5	5	5
Total Local environmental management	3	6	3	86	81
Local parks, sport and recreation					
Ecological restoration programmes monitoring	4	0	(4)	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	8	0	(8)	18	18
Manukau Harb/Foreshore pine tree removal	0	0	0	42	42
Manukau Harbour Foreshore Weed/Pest mnngt	12	0	(12)	50	50
Native forest maintenance and restoration	0	0	0	8	8
Park improvement projects	(5)	0	5	0	0
Parks improvements	2	0	(2)	3	3
Total Local parks, sport and recreation	22	0	(22)	156	156
Local planning and development					
Business voice and networking support	7	0	(7)	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
Revitalisation of town centres	0	4	4	10	0
Young Enterprise Scheme	0	0	0	1	1
Total Local planning and development	14	4	(10)	81	71
TOTAL	291	312	21	932	917

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	123	96	(27)	140	59
ACE - Art facility renewals	3	49	46	121	106
Community facility renewals	16	43	27	107	0
Functions facility (Pah Homestead)	0	32	32	32	0
Climate control system upgrade (Pah Homestead)	44	8	(36)	249	0
ACE - Leases renewals	0	4	4	9	9
Linkage improvements (Fearon Park - Harold Long Reserve)	0	0	0	0	579
Total Local community services	186	232	46	658	753
Greenway and walkway development	556	529	(27)	1,070	822
Parks - Sports fields renewals	289	384	95	949	900
Parks - Asset renewals	94	329	235	823	0
Linkage improvements (Fearon Park - Harold Long Reserve)	45	303	258	723	0
Sport development	296	236	(60)	922	0
Locally driven initiatives (LDI Capex)	65	116	51	514	726
Car park upgrades and signage	0	113	113	284	284
Leisure facility building renewals	60	23	(37)	23	23
Walkway (Manukau foreshore)	20	13	(7)	16	0
Local improvement projects (LIPS)	1	0	(1)	0	0
Various parks projects - AT funded	57	0	(57)	0	0
Total Local parks, sport and recreation	1,482	2,046	564	5,324	2,755
TOTAL	1,668	2,278	610	5,981	3,509
Subsidies and grants for capital expenditure	0	0	0	0	0

Funding Impact Statement
Puketapapa
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		9,891	9,894	9,894	9,800
Targeted rates		-	-	-	-
Subsidies and grants for operating purposes		12	14	38	13
Fees and charges		218	172	360	345
Local authorities fuel tax, fines, infringement fees and other receipts		6	6	11	24
Total operating funding		10,127	10,086	10,303	10,182
Applications of operating funding:					
Payment to staff and suppliers		3,544	3,419	8,170	8,063
Finance costs		323	323	686	597
Internal charges and overheads applied		725	725	1,451	1,454
Other operating funding applications		-	-	-	-
Total applications of operating funding		4,592	4,467	10,307	10,114
Surplus (deficit) of operating funding		5,535	5,619	(4)	68
Sources of capital funding:					
Subsidies and grants for capital expenditure		-	-	-	-
Development and financial contributions		-	-	-	-
Increase (decrease) in debt		(3,866)	(3,342)	3,513	4,909
Gross proceeds from sale of assets		-	-	-	-
Lump sum contributions		-	-	-	-
Other dedicated capital funding		-	-	-	-
Total sources of capital funding		(3,866)	(3,342)	3,513	4,909
Applications of capital funding:					
Capital expenditure:					
- to meet additional demand		852	764	-	21
- to improve the level of service		121	166	284	1,472
- to replace existing assets		696	1,347	3,225	3,484
Increase (decrease) in reserves		-	-	-	-
Increase (decrease) in investments		-	-	-	-
Total applications of capital funding		1,669	2,277	3,509	4,977
Surplus (deficit) of capital funding		(5,535)	(5,619)	4	(68)
Funding balance		-	-	-	-

No significant variances to report.