

Appendix C – Franklin Local Board Financial Performance

Financial Summary

█ On Target
 █ Under Review
 █ Not Meeting Target

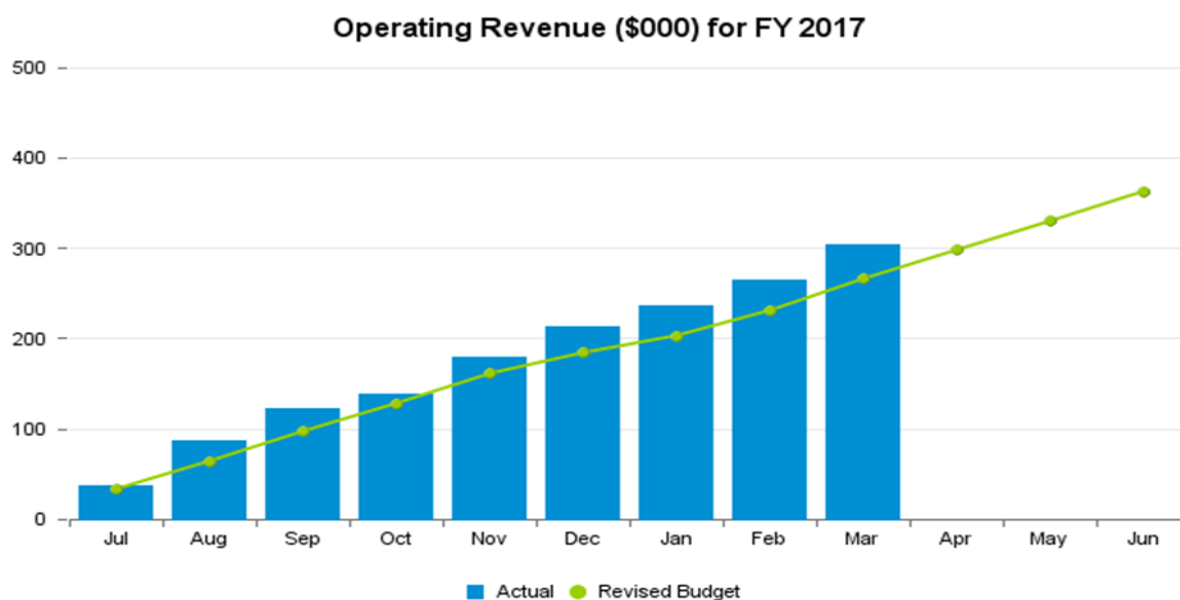
Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Operating revenue (ABS)	305	268	37	364	364
Operating expenditure (ABS)	7,784	7,858	74	10,594	10,235
Operating expenditure (LDI)	625	968	343	1,439	1,455
Operating expenditure (LGS)	866	866	0	1,154	1,154
Net Cost of Service	8,969	9,423	454	12,824	12,479
Capital expenditure	2,383	5,090	2,707	7,583	7,835

So far this year the Franklin Local Board has invested \$8.97m in net operating costs and \$2.38m in capital expenditure to March 2017.

Net cost of service year to date ending March 2017 is \$454k below budget when compared with budget of \$9.42m. Operating expenditure is \$417k below budget and operating revenue is \$36k better than budget, particularly in community places hire.

Capital spend of \$2.38m is \$2.7m behind delivery achieving only 47% of the year to date budget of \$5.1m

Operating Revenue

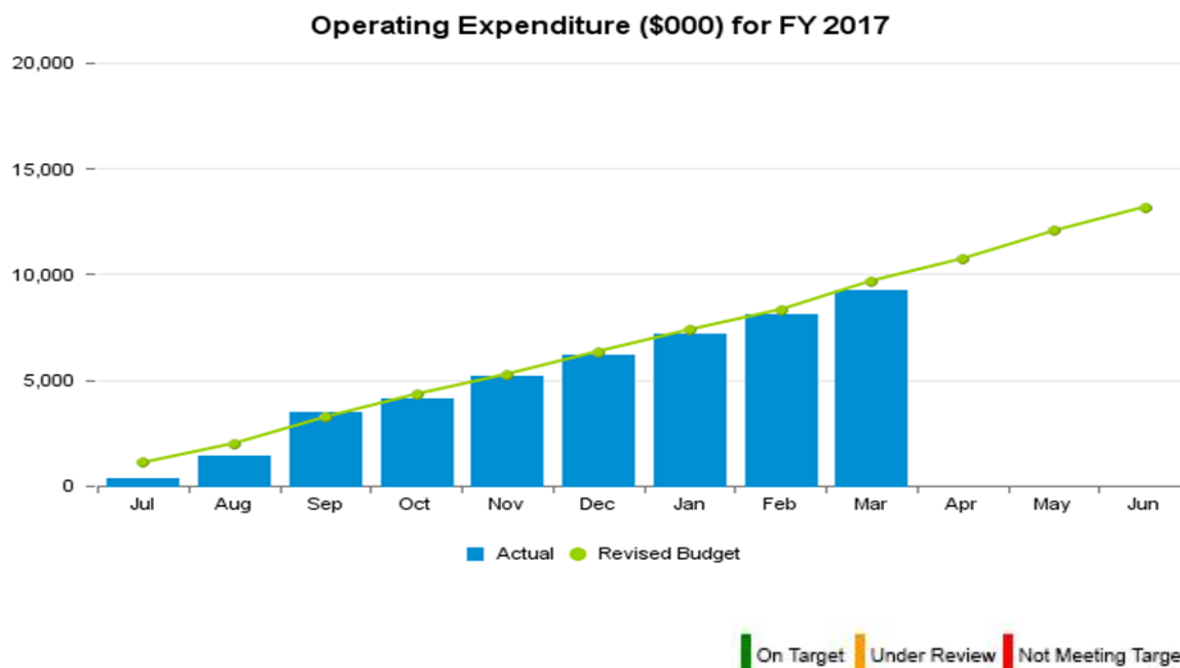


█ On Target
 █ Under Review
 █ Not Meeting Target

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	289	268	21	364	364
Local parks, sport and recreation	15	0	15	0	0
Total Operating Revenue	304	268	36	364	364

Operating Revenue was \$36k above budget. The majority of this is increased revenue in facility hire particularly Alfriston Hall and Franklin Arts Centre. Since the introduction of the on-line booking system, many facilities are trending favourably. Revenue for developer contributions of green assets is also presented, but is offset as used in parks operating expenditure lines.

Operating Expenditure



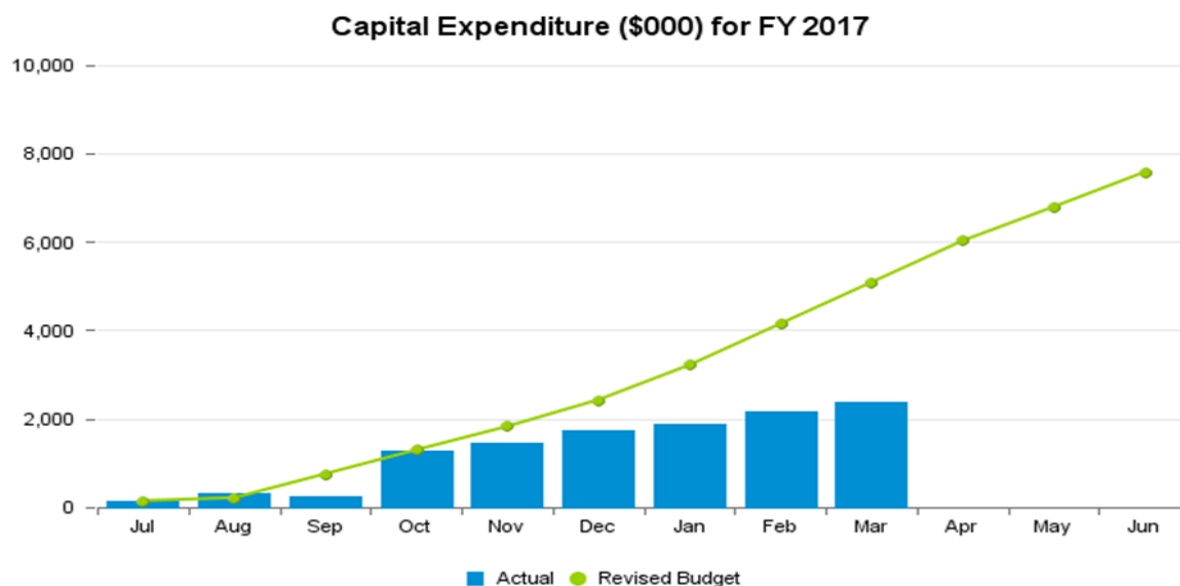
Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	2,483	2,639	156	3,861	3,936
Local environmental management	32	56	24	113	72
Local governance	866	866	0	1,154	1,154
Local parks, sport and recreation	5,313	5,493	180	7,379	7,005
Local planning and development	581	638	57	681	676
Total Operating Expenditure	9,275	9,692	417	13,188	12,843

Operating Expenditure year to date is under budget by \$417k (4.3%). This is mainly in Locally Driven Initiative expenditure that has not commenced yet in Parks (\$195k), and some community grants yet to be made (\$82k). Forecasts indicate there may be deferral requests for \$36k plus potential reallocation of \$70k. Asset Based Services are below budget by \$23k overall being a reduction in wage costs mainly in libraries (\$53k), Full Facility Contract below budget (\$156k), coastal management, arboriculture and other parks services over budget (\$218k) following weather conditions, and the Te Puru grant balance yet to be paid (\$88k).

LDI Expenditure – All Projects

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
ACE LDI Staff allocation	139	139	0	186	186
ANZAC	0	0	0	35	35
Capacity building programme	10	5	(5)	10	10
Coastal Sea Rescue Grants	0	30	30	45	45
Community Arts Programmes	50	25	(25)	50	50
Community Gardens	5	13	8	17	17
Community heritage and identity programmes	1	13	12	17	17
Community response operating fund	(5)	22	27	22	97
Community Safety Initiatives	0	20	20	30	30
Community volunteer awards	1	0	(1)	3	3
Fees and charges subsidy	25	25	0	34	34
FYAB	10	7	(3)	14	14
Local civic functions	6	3	(3)	10	10
Local community grants	88	94	6	156	156
Local events fund	64	71	7	101	101
Pukekohe CCTV Opex	57	64	7	85	85
Rural library service review/AandP programme	4	0	(4)	13	13
School pool community grants	14	25	11	25	25
World War contestable fund	0	15	15	25	25
Youth initiatives	(5)	0	5	0	0
Total Local community services	464	570	106	877	953
Manukau Harbour Forum	1	4	3	8	8
Pest control LDI	18	5	(13)	34	20
Water testing and quality monitoring	0	6	6	6	6
Waterways	13	41	28	65	38
Total Local environmental management	32	56	24	113	72
Coastal erosion - planting	0	56	56	75	75
Greenways plans	44	34	(10)	50	25
LDI Programme Events in local parks	58	30	(28)	40	40
LDI Volunteers parks	21	75	54	100	100
PSR opportunities	0	86	86	104	114
Total Local parks, sport and recreation	123	280	157	369	354
Local Economic Development Program	5	32	27	41	36
Revitalisation of town centres	0	30	30	40	40
Total Local planning and development	5	62	57	81	76
Total	625	968	343	1,439	1,455

Capital Expenditure



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	106	98	(8)	140	118
Local parks, sport and recreation	2,157	4,179	2,022	6,050	5,206
Local planning and development	120	813	693	1,393	2,511
Total Capital Expenditure	2,383	5,090	2,707	7,583	7,835

Capital Expenditure of \$2.38m is \$2.71m behind budget year to date of \$5.1m

Capital spend progress for this quarter shows projects behind delivery are both renewals (45% delivered) and development (50% delivered). Citywide delivery issues related to materials, site conditions and environmental constraints are being actively managed.

The Pukekohe skate park is set to start construction, using \$664k of growth funding, and is expected to be completed in a few months. The Pukekohe Town Centre upgrade experienced a delay in awarding the contract. The Waiuku Sports Park design and planning was only recently confirmed by the local board, so is also slightly behind schedule, although the Waiuku Rugby Club field development, releveling, grassing and irrigation have been completed. There is \$1.475m of Locally Driven Initiative Capex funding still to be allocated by the local board. Options are under consideration

Further status commentary is available in the work programme report for each department.

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	22	61	39	86	0
Local library renewals	51	38	(13)	54	54
ACE - Venue for hire renewals	0	0	0	0	64
Canopy and street toilet renewals	43	0	(43)	0	0
General building renewals	(10)	0	10	0	0
Community services (GoA)	106	98	(8)	140	118
Parks - Asset renewals	570	1,107	537	1,577	1,402
Sports park (Waiuku)	562	880	318	1,244	1,224
Playscape development	41	720	679	1,074	383
Locally driven initiatives (LDI Capex)	15	320	305	533	1,124
Parks - Coastal asset renewals	151	300	149	412	407
Upgrade (Bledisloe Park Queen Street)	293	241	(52)	328	0
Leisure facility building renewals	157	191	34	272	272
Greenway and walkway development	192	172	(20)	225	0
Parks - Sports fields renewals	7	155	148	221	221
General park development	6	62	56	119	174
Soccer carpark (Bledisloe park)	0	32	32	46	0
Recreational facilities building renewals	36	0	(36)	0	0
Sport development	125	0	(125)	0	0
Parks sport and recreation (GoA)	2,157	4,179	2,022	6,050	5,206
Town centre upgrade (Pukekohe)	120	813	693	1,393	1,221
Planning (GoA)	120	813	693	1,393	1,221
Total	2,381	5,092	2,711	7,583	6,545

Funding Impact Statement
Franklin
For the year ended 31 March 2017

\$000	Notes	Actual 2017	Revised Budget 2017	Annual Plan 2017	Long Term Plan 2016
Sources of operating funding:					
General rates, UAGC, rates penalties		13,978	13,841	13,841	13,771
Targeted rates		512	512	512	512
Subsidies and grants for operating purposes		3	5	7	7
Fees and charges		210	183	252	161
Local authorities fuel tax, fines, infringement fees and other receipts		91	79	105	113
Total operating funding		14,794	14,620	14,717	14,564
Applications of operating funding:					
Payment to staff and suppliers		8,403	8,808	11,626	11,562
Finance costs		856	856	1,182	959
Internal charges and overheads applied		1,426	1,426	1,902	1,916
Other operating funding applications		-	-	-	-
Total applications of operating funding		10,685	11,090	14,710	14,437
Surplus (deficit) of operating funding		4,109	3,530	7	127
Sources of capital funding:					
Subsidies and grants for capital expenditure		-	-	-	-
Development and financial contributions		-	-	-	-
Increase (decrease) in debt		(1,726)	1,560	7,828	6,290
Gross proceeds from sale of assets		-	-	-	-
Lump sum contributions		-	-	-	-
Other dedicated capital funding		-	-	-	-
Total sources of capital funding		(1,726)	1,560	7,828	6,290
Applications of capital funding:					
Capital expenditure:					
- to meet additional demand		1,106	1,924	1,536	1,895
- to improve the level of service		209	832	2,512	2,306
- to replace existing assets		1,068	2,334	3,787	2,216
Increase (decrease) in reserves		-	-	-	-
Increase (decrease) in investments		-	-	-	-
Total applications of capital funding		2,383	5,090	7,835	6,417
Surplus (deficit) of capital funding		(4,109)	(3,530)	(7)	(127)
Funding balance		-	-	-	-