

Financial Performance

Financial Summary

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Operating revenue (ABS)	122	126	(4)	195	195
Operating expenditure (ABS)	7,400	8,050	650	10,948	10,918
Operating expenditure (LDI)	511	614	103	1,698	1,484
Operating expenditure (LGS)	810	810	0	1,081	1,081
Net Cost of Service	8,599	9,349	750	13,532	13,288
Subsidies and grants for capital expenditure	300	0	300	600	0
Capital expenditure	8,522	7,283	(1,239)	9,764	7,460

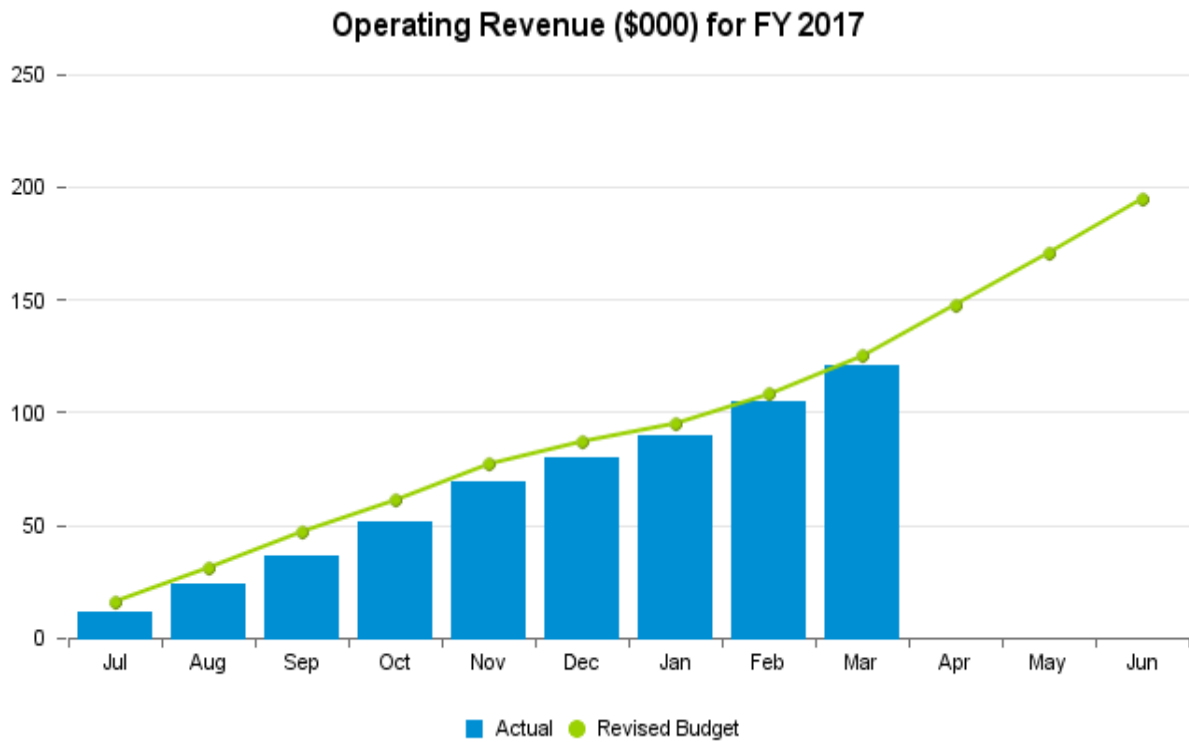
Rodney Local Board has invested \$8.5m in capital expenditure and \$8.6m net operating expenditure for the nine months ended 31 March 2017.

The majority of the capital investment for the year has been in the local parks activity (\$6m) with community services contributing \$2.5m. The \$0.3m subsidies and grants for capital expenditure is from the NZ Lotteries Commission (via the Warkworth Town Hall Restoration Trust).

The operating net cost of service is tracking satisfactorily budget (92%).

Capital Expenditure for the year relates to Asset Based Service (ABS) projects being delivered ahead of budget phasing. LDI Capex projects are progressing and those not completed by the end of the next quarter will be carried forward to 2017/18.

Operating Revenue

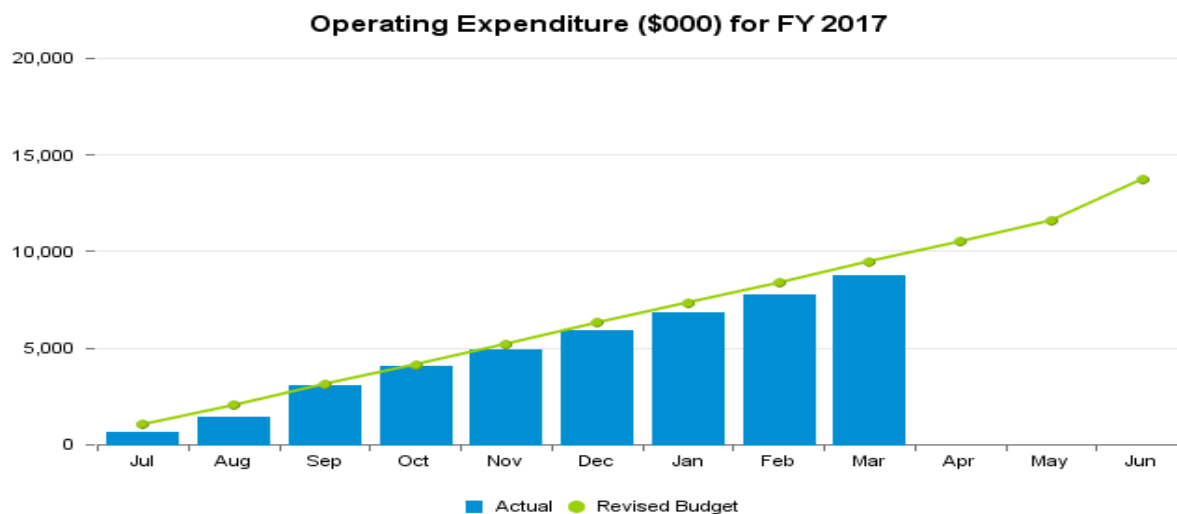


Operating Revenue

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	115	126	(11)	195	195
Local parks, sport and recreation	7	0	7	0	0
Total Operating Revenue	122	126	(4)	195	195

Operating Revenue is tracking to budget with the deficit revenue in community services (community halls) being mitigated by revenue from filming in Parks.

Operating Expenditure



Operating Expenditure

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	2,689	2,796	107	3,847	3,841
Local environmental management	42	102	60	185	160
Local governance	810	810	0	1,081	1,081
Local parks, sport and recreation	4,978	5,568	590	8,384	8,196
Local planning and development	201	198	(3)	230	205
Total Operating Expenditure	8,720	9,474	754	13,727	13,483

Operating Expenditure year to date is 20% under budget year to date.

In Community Services there is an underspend of \$107K, predominantly attributable to Locally Driven Initiative (LDI) community grants not yet distributed and Asset Based Services (ABS) salaries in the Warkworth and Kumeu libraries being less than anticipated by budget. Community grants are likely to be fully delivered in the last quarter.

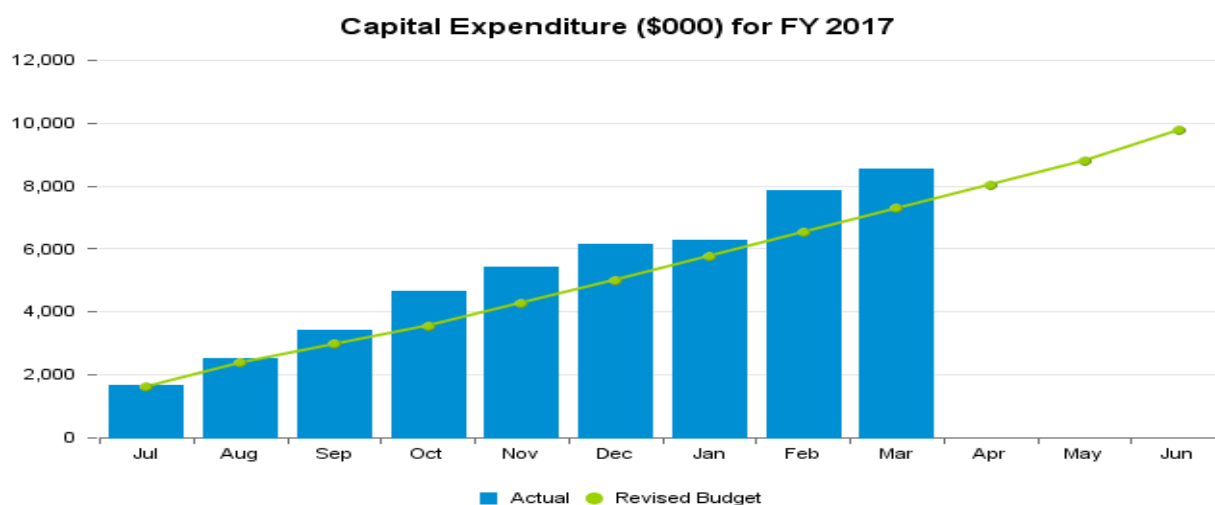
In Parks, LDI projects are slightly ahead of budget per table below. ABS projects are \$598K underutilised. The full facility scheduled and response repairs and maintenance contract is significantly below budget (\$360K) due to incorrect allocation of existing budget to the Rodney Local Board. Coastal management (\$90K), arboriculture and utility costs (\$90K) are all tracking below budget.

In Environmental Management LDI environmental restoration is behind schedule (\$38K) although this is expected to be fully delivered in the last quarter. ABS flooding drainage project has not yet been utilised.

Locally Driven Initiatives (Operating Expenditure)

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
ACE LDI Staff allocation	133	133	0	178	178
Additional support for volunteer libraries	0	0	0	2	2
ANZAC	0	0	0	18	18
Arts facility grants	60	60	0	60	60
Community engagement	0	0	0	15	15
Community place-making initiatives	0	15	15	20	20
Community response operating fund	0	23	23	46	46
Community volunteer awards	0	0	0	4	4
Feasibility study Kumeu arts centre	0	0	0	30	30
Local civic functions	2	14	12	18	18
Local community grants	143	202	59	269	269
Local events fund	10	0	(10)	0	0
Old Wellsford library property costs	25	0	(25)	25	25
Youth Council	0	6	6	6	0
Total Local community services	373	452	79	691	685
Environmental restoration and community support	17	55	38	80	80
Implement ecological survey work	0	0	0	50	50
Mahurangi river dredging	20	20	0	20	20
Sustainable living initiatives in the community	5	10	5	10	10
Total Local environmental management	42	85	43	160	160
Access open space needs Matakana Jubilee Park	0	0	0	20	20
Business case support Multi Sport Centre (Rodney)	0	0	0	25	0
Capital grants to the community for playspaces	0	0	0	230	150
Coastal environmental improvements	0	0	0	20	20
Consequential opex for depreciation and maintenance re grants (Rodney)	0	0	0	19	19
Construct footpaths (AT)	0	0	0	150	150
Consultation re indoor sports Kumeu/Huapai/Helensville	0	0	0	20	20
Create challenging Playgrounds	0	0	0	10	10
Feasibility study for swimming pool	10	60	50	70	0
Greenways plans	34	0	(34)	48	40
LDI Volunteers parks	19	0	(19)	100	100
Parks improvements	5	0	(5)	30	30
Partner with community to design the upgrade of indoor facilities (Rodney)	1	0	(1)	20	20
Volunteer co-ordinator (Conservation volunteers)	0	0	0	35	35
Total Local parks, sport and recreation	69	60	(9)	797	614
Main street upgrades	3	0	(3)	0	0
Rodney Econ/ Devel Implementation Plan	25	18	(7)	50	25
Total Local planning and development	28	18	(10)	50	25
Total	511	614	103	1,698	1,484

Capital Expenditure



Capital Expenditure

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	2,544	2,124	(420)	2,880	460
Local parks, sport and recreation	5,978	5,159	(819)	6,884	7,000
Total Capital Expenditure	8,522	7,283	(1,239)	9,764	7,460

The capital program is progressing well in Community services with the Warkworth Town Hall upgrade completed ahead of budget phasing (\$519) and showing an investment of \$2.3m YTD.

Other significant projects in the parks activity include the renewal of the Warkworth Showgrounds upgrade (\$2.1m), Omaha Groyne Renewal (\$1 m), Huapai Sportsfield Renewal (Water Supply improvements) (\$209k) and the Sportsfield enhancements at Riverhead (\$1.03m) and Wellsford (\$126k) all of which are substantially complete. LDI Capital spend relates to creating challenging playgrounds which is progressing well.

Further detail on the projects is found below:

Capital Expenditure: All Projects

Project Name	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Town Hall Upgrade (Warkworth)	2,249	1,732	(517)	2,340	0
Local library renewals	55	177	122	239	239
ACE - Community house and centre renewals	42	139	97	193	0
ACE - Leases renewals	66	76	10	108	69
ACE - Venue for hire renewals	0	0	0	0	152
Basement upgrade (Helensville War Memorial Hall)	12	0	(12)	0	0
Canopy and street toilet renewals	57	0	(57)	0	0
Library furniture and fitting renewals	62	0	(62)	0	0
Community services	2,544	2,124	(420)	2,880	460
Showgrounds (Warkworth)	2,120	1,606	(514)	2,147	1,888
Parks - Asset renewals	847	884	37	1,215	1,470
Parks - Coastal asset renewals	1,218	848	(370)	885	885
Parks - Sports fields renewals	361	756	395	1,073	1,073
Sport development	1,090	661	(429)	983	455
Locally driven initiatives (LDI Capex)	13	186	173	309	13
Greenway and walkway development	67	72	5	68	266
Mainstreet toilet upgrade	8	62	54	89	0
Major sportsfield renewals (Huapai)	209	41	(168)	57	0
LDI funded local board initiatives	26	40	14	53	950
General park development	17	1	(16)	1	0
Playscape development	2	1	(1)	2	0
Recreational Walkways And Bike Trails	1	0	(1)	0	0
Parks sport and recreation	5,978	5,159	(819)	6,884	7,000
Total	8,522	7,282	(1,240)	9,764	7,460
Subsidies and grants for capital expenditure	300	0	300	600	0

Funding Impact Statement
Rodney
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		15,240	15,091	15,091	15,063
Targeted rates		180	180	180	180
Subsidies and grants for operating purposes		3	9	12	12
Fees and charges		102	98	158	143
Local authorities fuel tax, fines, infringement fees and other receipts		18	18	25	40
Total operating funding		15,543	15,396	15,466	15,438
Applications of operating funding:					
Payment to staff and suppliers		7,484	8,272	11,823	12,034
Finance costs		1,182	1,182	1,632	1,301
Internal charges and overheads applied		1,614	1,614	2,152	2,135
Other operating funding applications		-	-	-	-
Total applications of operating funding		10,280	11,068	15,607	15,470
Surplus (deficit) of operating funding		5,263	4,328	(141)	(32)
Sources of capital funding:					
Subsidies and grants for capital expenditure		300	-	-	-
Development and financial contributions		-	-	-	-
Increase (decrease) in debt		2,959	2,955	7,601	9,280
Gross proceeds from sale of assets		-	-	-	-
Lump sum contributions		-	-	-	-
Other dedicated capital funding		-	-	-	-
Total sources of capital funding		3,259	2,955	7,601	9,280
Applications of capital funding:					
Capital expenditure:					
- to meet additional demand		3,337	2,350	2,609	3,409
- to improve the level of service		47	102	950	2,115
- to replace existing assets		5,138	4,831	3,901	3,724
Increase (decrease) in reserves		-	-	-	-
Increase (decrease) in investments		-	-	-	-
Total applications of capital funding		8,522	7,283	7,460	9,248
Surplus (deficit) of capital funding		(5,263)	(4,328)	141	32
Funding balance		-	-	-	-