

Local Board Financial Performance - Great Barrier as at June 2017

Financial Summary

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Operating revenue (ABS)	3	2	1	2	2
Operating expenditure (ABS)	741	990	249	990	1,046
Operating expenditure (LDI)	618	733	115	733	653
Operating expenditure (LGS)	842	842	0	842	842
Net Cost of Service	2,197	2,562	365	2,562	2,538

Capital expenditure	408	732	324	732	287
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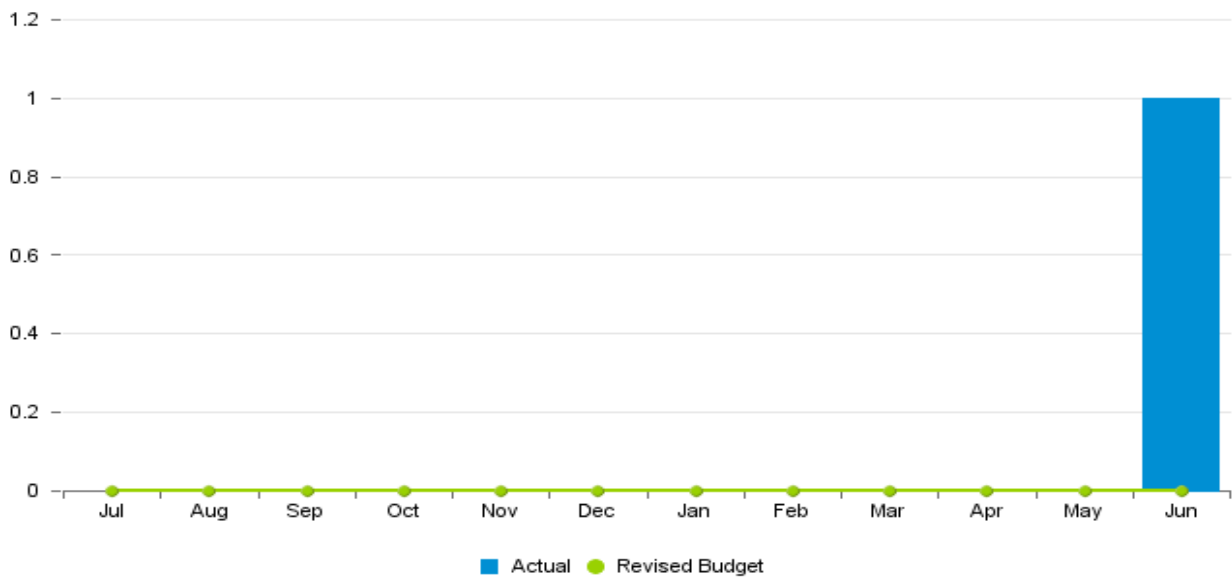
Great Barrier Local Board has invested \$408k in capital expenditure and \$2.2m net operating expenditure for the year ended 30 June 2017.

The capital investment for the year has generally been in local parks in walkways, the most substantial being the renewal and upgrade of Harataonga Stage 4 track and research around Cemetery Development (\$71K). Revised budget not utilised in Local Improvement Projects (LIPS) (\$264K) will be carried forward into 2017/18. The remaining reported underspend relates to the delivery of upgrades on Kawa Road where total project costs were recorded on a regional basis and not reflected in Local Board financials.

The net operating cost of service is less than revised budget due in part to the postponement of projects to 2017/18 and also costs being less than anticipated by budget.

Details are outlined in the capital projects and LDI operational tables.

Operating Revenue (\$000) for FY 2017

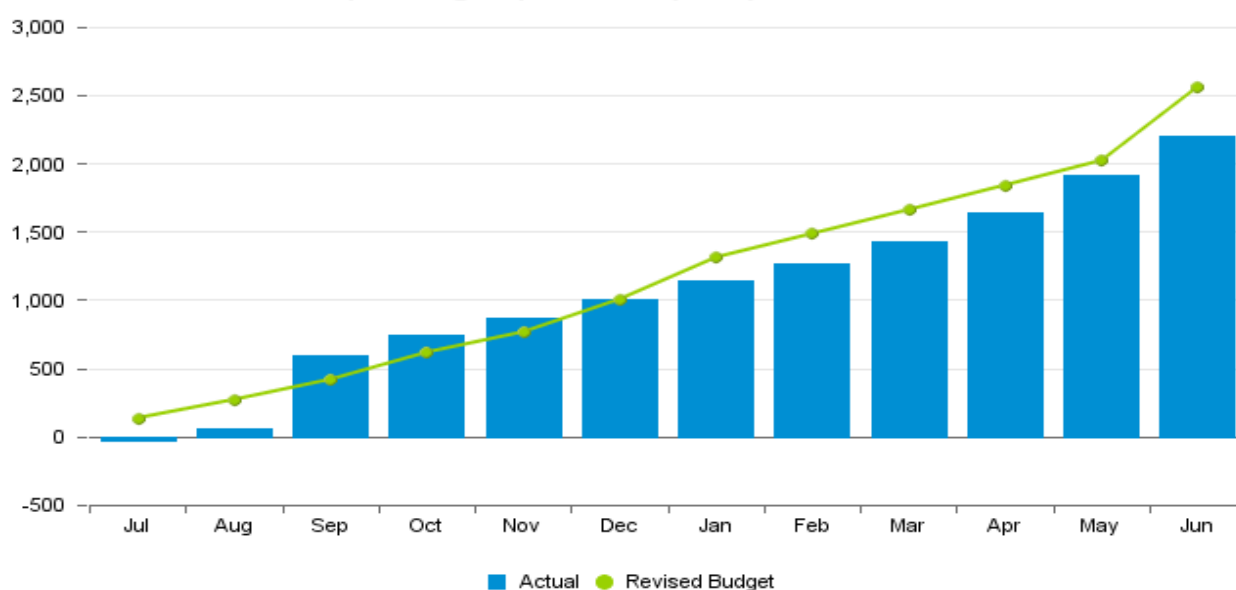


Operating Revenue

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	3	2	1	2	2
Total Operating Revenue	3	2	1	2	2

A slight favourable variance to budget was achieved due to unforeseen library takings.

Operating Expenditure (\$000) for FY 2017



Operating Expenditure

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	729	775	46	775	770
Local environmental management	210	277	67	277	267
Local governance	842	842	0	842	842
Local parks, sport and recreation	367	581	214	581	637
Local planning and development	53	90	37	90	25
Total Operating Expenditure	2,201	2,565	364	2,565	2,541

Operating Expenditure for the year is reported at 86% of proposed revised budget spend. This reported variance was effected by opening balance reversals relating to the previous financial year and projects to be carried forward to 2017/18.

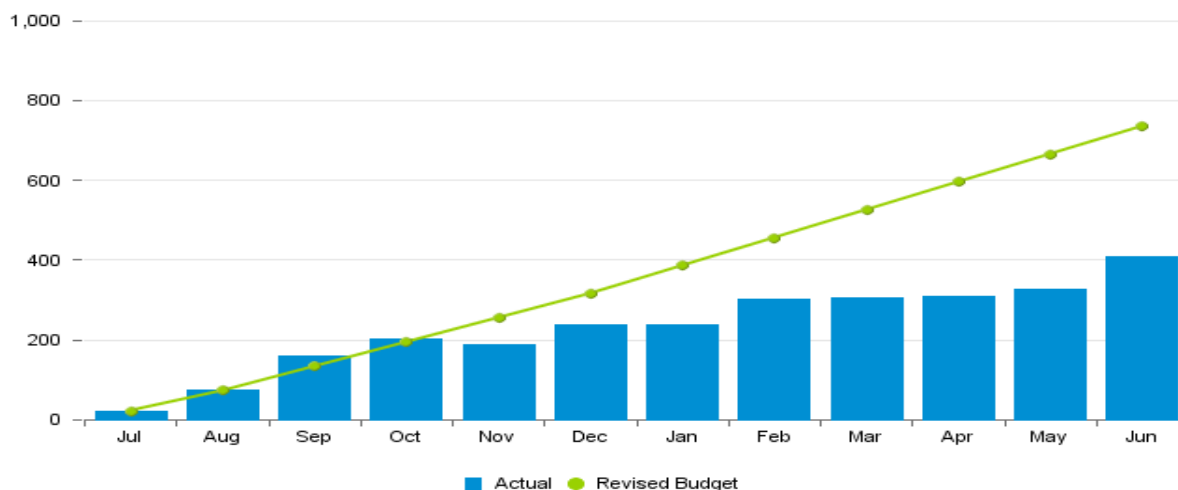
In locally driven initiatives (LDI), all local grants were fully allocated and the variance relates to an over-accrual in the previous year regarding the voluntary fishing code. Environmental management projects have been substantially delivered. The variance is accounted for through board approved carry forward of budgets in relation to the biodiversity officer and marine protection initiative. The cemetery feasibility study has progressed as well as preliminary projects surrounding the Dark Skies Sanctuary. The Maori responsiveness and heritage budgets have been carried forward into the next financial year to be spent as local iwi resources become available.

There were general savings in asset based services (ABS) costs. Capital grants were under subscribed (\$27K) as well as savings in arboriculture, full facilities, biosecurity, and parks administration.

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	88	88	0	88	88
Aotearoa Family Support Group	30	30	0	30	30
Community Development Health Trust	42	42	0	42	30
Community response operating fund	13	15	2	15	22
Destination Marketing and support role	31	31	0	31	31
Grant to heritage and art village	10	10	0	10	10
Local civic functions	1	1	0	1	1
Local community grants	89	115	26	115	115
Skills development	20	20	0	20	20
Total Local community services	324	352	28	352	347
Biodiversity/biosecurity officer (part time)	10	45	35	45	45
Biosecurity programmes	2	5	3	5	0
Community consultation (PO2311570)	60	50	(10)	50	50
Community pest co-ordinator	15	15	0	15	15
Environment Enhancement	72	81	9	81	81
Marine Protection Initiative	11	30	19	30	25
Septic Sludge Study	20	20	0	20	20
Water Quality projects	20	20	0	20	20
Total Local environmental management	210	266	56	266	256
Fitzroy landing reserve	6	10	4	10	10
Top Up ABS: Non chemical spraying/ mechanical spraying	20	20	0	20	20
View shaft extension	0	5	5	5	5
Visitor maps printing	5	5	0	5	5
Total Local parks, sport and recreation	31	40	9	40	40
Cemetery feasibility study	10	10	0	10	0
Heritage Planning	0	5	5	5	0
Local Economic Development Program	0	10	10	10	10
Moorings consent	25	10	(15)	10	0
Social Enterprise	18	40	22	40	0
Total Local planning and development	53	75	22	75	10
Total	618	733	115	733	653

Capital Expenditure (\$000) for FY 2017



Capital Expenditure

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	9	6	(3)	6	6
Local parks, sport and recreation	399	726	327	726	281
Total Capital Expenditure	408	732	324	732	287

The capital expenditure underspend relates to predominantly LDI capital budget which was allocated to Kawa Road enhancement showing no spend because costs were reported regionally (\$106K).

Further to this Local Improvements Projects (LIPS) unspent budgets have been carried forward to 2017/18 (\$264K). LIPS projects that were completed in 2016/17 include Harataonga Stage 4 track (\$160K- partially funded from LIPS) and Station Rock/Rosalie Road Walkway (\$36K). A number of other LIPS projects were initiated in 2016/17 and are progressing in 2017/18 including Cemetery Development (\$71K) and signage (\$46K).

Capital Expenditure – all projects

Project Name	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Library furniture and fitting renewals	9	6	(3)	6	6
Community services (GoA)	9	6	(3)	6	6
Local improvement projects (LIPS)	266	530	264	530	191
Locally driven initiatives (LDI Capex)	0	106	106	106	0
Parks - Asset renewals	134	89	(45)	89	90
Parks sport and recreation (GoA)	399	726	327	726	281
Total	409	731	322	732	287

Funding Impact Statement
Great Barrier
For the year ended 30 June 2017

\$000	Notes	Actual	Revised	Annual Plan	Long Term
		2017	Budget 2017	2017	Plan 2016
Sources of operating funding:					
General rates, UAGC, rates penalties		2,986	2,950	2,950	2,793
Targeted rates		-	-	-	-
Subsidies and grants for operating purposes		-	-	-	-
Fees and charges		1	-	-	-
Local authorities fuel tax, fines, infringement fees and other receipts		2	2	2	2
Total operating funding		2,989	2,952	2,952	2,795
Applications of operating funding:					
Payment to staff and suppliers		2,113	2,477	2,453	2,276
Finance costs		87	87	87	79
Internal charges and overheads applied		412	412	412	407
Other operating funding applications		-	-	-	-
Total applications of operating funding		2,612	2,976	2,952	2,762
Surplus (deficit) of operating funding		377	(24)	-	33
Sources of capital funding:					
Subsidies and grants for capital expenditure		-	-	-	-
Development and financial contributions		-	-	-	-
Increase (decrease) in debt		32	757	286	598
Gross proceeds from sale of assets		-	-	-	-
Lump sum contributions		-	-	-	-
Other dedicated capital funding		-	-	-	-
Total sources of capital funding		32	757	286	598
Applications of capital funding:					
Capital expenditure:					
- to meet additional demand		266	531	191	582
- to improve the level of service		-	-	-	-
- to replace existing assets		143	202	95	49
Increase (decrease) in reserves		-	-	-	-
Increase (decrease) in investments		-	-	-	-
Total applications of capital funding		409	733	286	631
Surplus (deficit) of capital funding		(377)	24	-	(33)
Funding balance		-	-	-	-