

Financial Performance

Financial Summary

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Operating revenue (ABS)	4,601	4,742	(141)	4,742	4,742
Operating expenditure (ABS)	21,082	21,605	523	21,605	21,763
Operating expenditure (LDI)	1,557	2,251	694	2,251	2,153
Operating expenditure (LGS)	1,130	1,130	0	1,130	1,130
Net Cost of Service	19,168	20,244	1,076	20,244	20,303

Capital expenditure	7,064	12,707	5,643	12,707	14,529
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The Howick Local Board's net cost of service for the year was \$19.2m against a revised budget of \$20.2m.

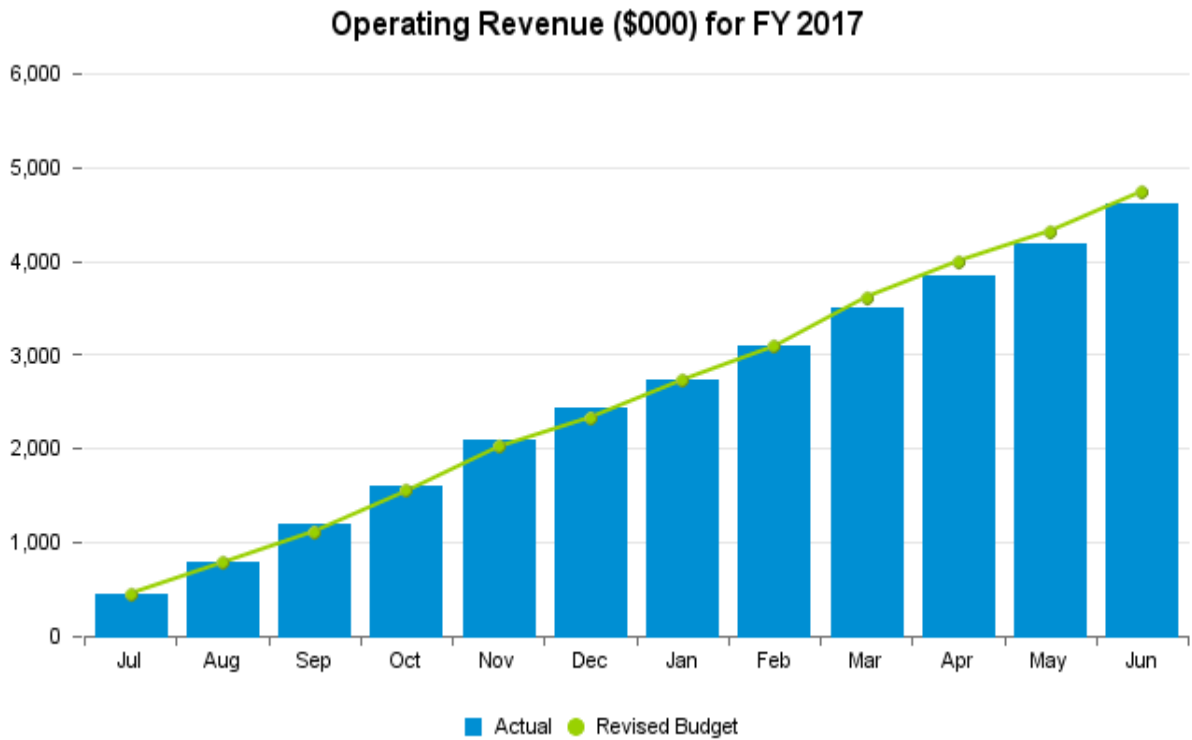
Operating revenue was slightly below budget due to total revenue from Lloyd Elsmore Pool and Leisure Centre not meeting revenue targets. Despite the reduced revenue, the centre was able to manage its expenditure levels to remain profitable. In community services venue for hire revenue continued to the earlier trend of exceeding targets.

Operating expenditure for asset based services was \$523k below budget. In local parks due to extreme weather conditions this year some planned maintenance was unable to be performed as well as lower response related maintenance contributed to the lower spend. In community services both Botany and Howick Library both had lower staffing costs.

Expenditure for locally driven initiatives for the year was \$1.6m, a variance of \$694k below budget. This variance is accounted for through the board approved deferral of budgets which includes community grants, facility partnerships, green assets, and youth facility feasibility projects.

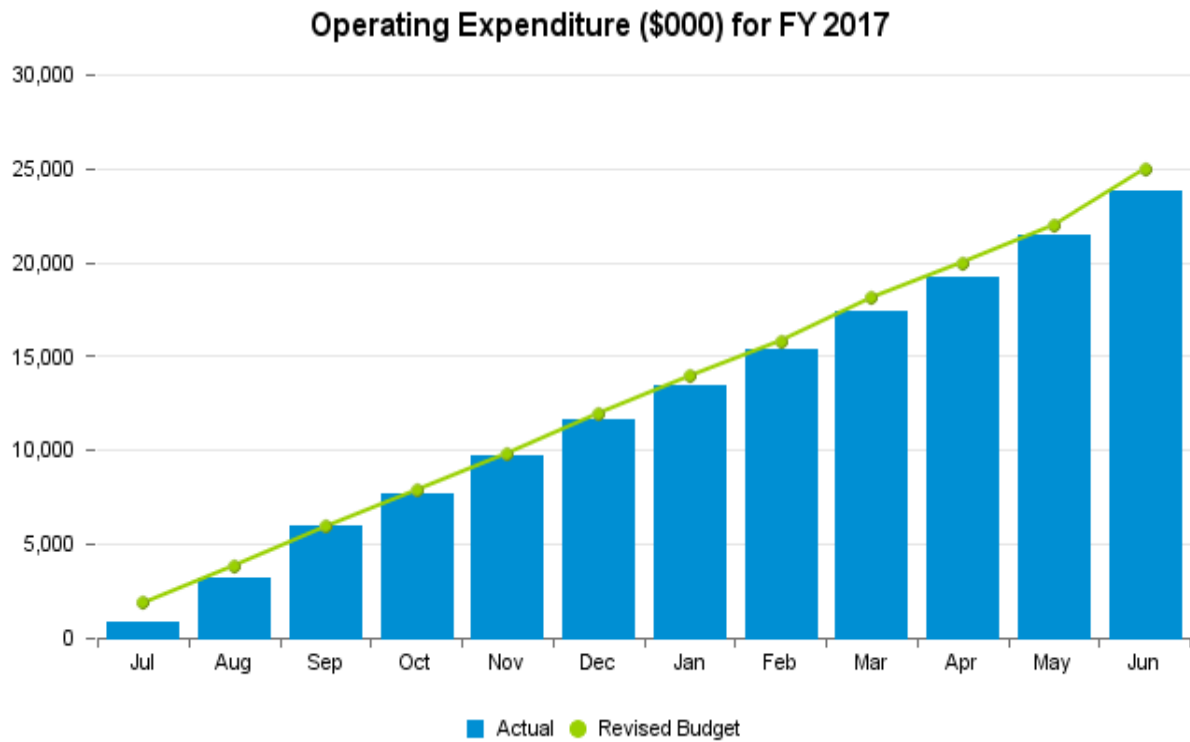
Capital investment for the year was \$7.0m, the majority spent in the parks, sports and recreation activity on development of new assets and renewals. Implementation of the Barry Curtis Park Master Plan (\$2.2m) continued with the development of the John Walker promenade (walkway/cycleway). Total parks renewals were \$1.8m. The remaining spend was on community facility renewals and land acquisition for the provision of stormwater infrastructure. The main variances from budget are related to the land acquisition for the management of storm water with various infrastructure agreements still being progressed and also renewals related to Lloyd Elsmore Leisure Centre.

Operating Revenue



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	275	205	70	205	205
Local parks, sport and recreation	4,327	4,537	(210)	4,537	4,537
Total Operating Revenue	4,602	4,742	(140)	4,742	4,742

Operating Expenditure



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	8,116	8,594	478	8,594	8,563
Local environmental management	67	97	30	97	87
Local governance	1,130	1,130	0	1,130	1,130
Local parks, sport and recreation	13,341	13,961	620	13,961	14,110
Local planning and development	1,116	1,204	88	1,204	1,156
Total Operating Expenditure	23,770	24,986	1,216	24,986	25,046

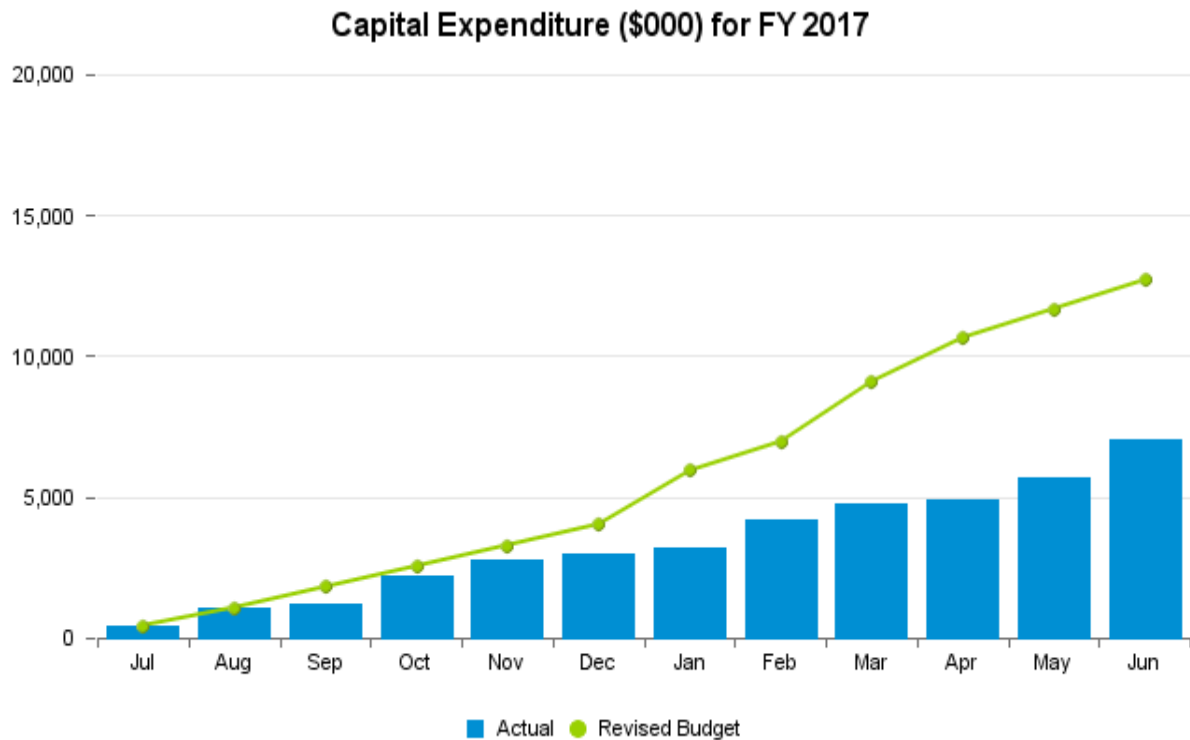
LDI Expenditure – All Projects

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
ACE LDI Staff allocation	202	202	0	202	202
ANZAC	22	23	1	23	23
Arts plan Initiatives	49	49	0	49	0
Community Arts Programmes	35	38	3	38	38
Community response operating fund	148	130	(18)	130	167
Community Safety Initiatives	26	31	5	31	31
Community volunteer awards	8	10	2	10	0
COM Pipes and Drums Inc	11	11	0	11	11
Extended Library hours	76	77	1	77	77
Fees and charges subsidy	40	40	0	40	40
Healthy Howick concept plan	20	20	0	20	20
Howick Brass Band	13	13	0	13	13
Howick coastguard	46	46	0	46	46
Howick community advice	2	2	0	2	2
Howick Pride of Place project	86	100	14	100	100
Howick Tourism Plan	50	9	(41)	9	0
Inclusion and equity - diversity and inclusion	13	15	2	15	15
Local Arts Grants	0	25	25	25	25
Local civic functions	4	5	1	5	5
Local community grants	252	435	183	435	435
Local events discretionary fund	52	56	4	56	56
Local events fund	(1)	0	1	0	0
MCC Concert Band	11	11	0	11	11
Social innovation and enterprise	20	20	0	20	20

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Stockade Hill and Howick mainstreet lights	31	35	4	35	35
Youth focussed facility / programmes	0	30	30	30	30
Youth programmes community development	20	20	0	20	20
Total Local community services	1,235	1,453	218	1,453	1,422
Develop Industry Pollution Programme (continuation)	20	30	10	30	20
Environment response fund LDI	0	0	0	0	20
Investigate Recycling Hub	0	20	20	20	0
Weed management prog parks and walkways	47	47	0	47	47
Total Local environmental management	67	97	30	97	87
Community response operating fund	8	9	1	9	0
Facility Partnership Programme	0	300	300	300	300
Green assets - LDI	9	50	41	50	50
LDI Programme Events in local parks	90	100	10	100	100
LDI Volunteers parks	34	50	16	50	50
Playground network and design strategy	0	25	25	25	25
Total Local parks, sport and recreation	140	534	394	534	525
Complete development of heritage plan	44	50	6	50	50
Howick Tourism Plan	0	10	10	10	10

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local economic development planning - BID top up	45	45	0	45	45
Local Economic Development Program	24	48	24	48	0
World Masters Games	0	10	10	10	10
Young Enterprise Scheme	4	4	0	4	4
Total Local planning and development	116	167	51	167	119
Total	1,557	2,251	694	2,251	2,153

Capital Expenditure



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	1,736	2,137	401	2,137	3,145
Local parks, sport and recreation	4,518	8,237	3,719	8,237	8,868
Local planning and development	810	2,333	1,523	2,333	2,516
Total Capital Expenditure	7,064	12,707	5,643	12,707	14,529

Capital Expenditure – all projects

Project Name	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Art centre redevelopment (Uxbridge)	461	973	512	973	1,283
Local library renewals	446	628	182	628	628
Multi-purpose facility (Flat Bush)	263	265	2	265	982
Library furniture and fitting renewals	170	191	21	191	191
ACE - Leases renewals	79	62	(17)	62	62
ACE - Community house and centre renewals	19	19	0	19	0
Canopy and street toilet renewals	238	0	(238)	0	0
Community facility renewals	61	0	(61)	0	0
Community services (GoA)	1,736	2,137	401	2,137	3,145
Master plan (Barry Curtis Park)	2,208	2,125	(83)	2,125	2,386
Parks - Asset renewals	597	1,619	1,022	1,619	1,536
Leisure facility building renewals	225	1,579	1,354	1,579	1,579
Walkway and cycleway paths (Flat Bush)	148	567	419	567	408
Parks - Coastal asset renewals	762	430	(332)	430	426
General park development	89	420	331	420	68
Locally driven initiatives (LDI Capex)	28	409	381	409	1,428
Parks - Sports fields renewals	61	296	235	296	296
Playscape development	91	200	109	200	0
Playspace (Flat Bush)	101	184	83	184	124

Project Name	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Sportsfields development (Ostrich Farm)	6	174	168	174	119
Greenway and walkway development	22	107	85	107	419
Development (Styak-Lushington park)	9	82	73	82	80
Sport development	46	45	(1)	45	0
Leisure facility equipment renewals	114	0	(114)	0	0
Local park horticultural renewals	10	0	(10)	0	0
Local Sports Park South Drainage	2	0	(2)	0	0
Parks sport and recreation (GoA)	4,518	8,237	3,719	8,237	8,868
SWEI Flat bush water quality ponds	810	2,333	1,523	2,333	2,516
Planning (GoA)	810	2,333	1,523	2,333	2,516
Total	7,064	12,707	5,643	12,707	14,529

Funding Impact Statement
Howick
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		23,338	23,057	23,057	21,012
Targeted rates		402	402	402	648
Subsidies and grants for operating purposes		544	516	516	626
Fees and charges		3,581	3,794	3,794	3,357
Local authorities fuel tax, fines, infringement fees and other receipts		477	431	431	699
Total operating funding		28,342	28,200	28,200	26,342
Applications of operating funding:					
Payment to staff and suppliers		19,004	20,241	20,300	19,295
Finance costs		4,578	4,578	4,578	3,684
Internal charges and overheads applied		3,299	3,299	3,299	3,279
Other operating funding applications		-	-	-	-
Total applications of operating funding		26,881	28,118	28,177	26,258
Surplus (deficit) of operating funding		1,461	82	23	84
Sources of capital funding:					
Subsidies and grants for capital expenditure		-	-	-	-
Development and financial contributions		-	-	-	-
Increase (decrease) in debt		5,603	12,415	14,505	18,119
Gross proceeds from sale of assets		-	-	-	-
Lump sum contributions		-	-	-	-
Other dedicated capital funding		-	-	-	-
Total sources of capital funding		5,603	12,415	14,505	18,119
Applications of capital funding:					
Capital expenditure:					
- to meet additional demand		1,321	3,370	3,984	7,689
- to improve the level of service		2,933	3,895	4,400	8,347
- to replace existing assets		2,810	5,232	6,144	2,167
Increase (decrease) in reserves		-	-	-	-
Increase (decrease) in investments		-	-	-	-
Total applications of capital funding		7,064	12,497	14,528	18,203
Surplus (deficit) of capital funding		(1,461)	(82)	(23)	(84)
Funding balance		-	-	-	-