

Local Board Financial Performance - Manurewa 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)	3,548	3,628	(80)	3,628	3,628
Operating expenditure (ABS)	12,252	11,737	(515)	11,737	11,710
Operating expenditure (LDI)	1,235	1,531	296	1,531	1,466
Operating expenditure (LGS)	1,067	1,067	0	1,067	1,067
Net Cost of Service	11,006	10,707	(299)	10,707	10,614

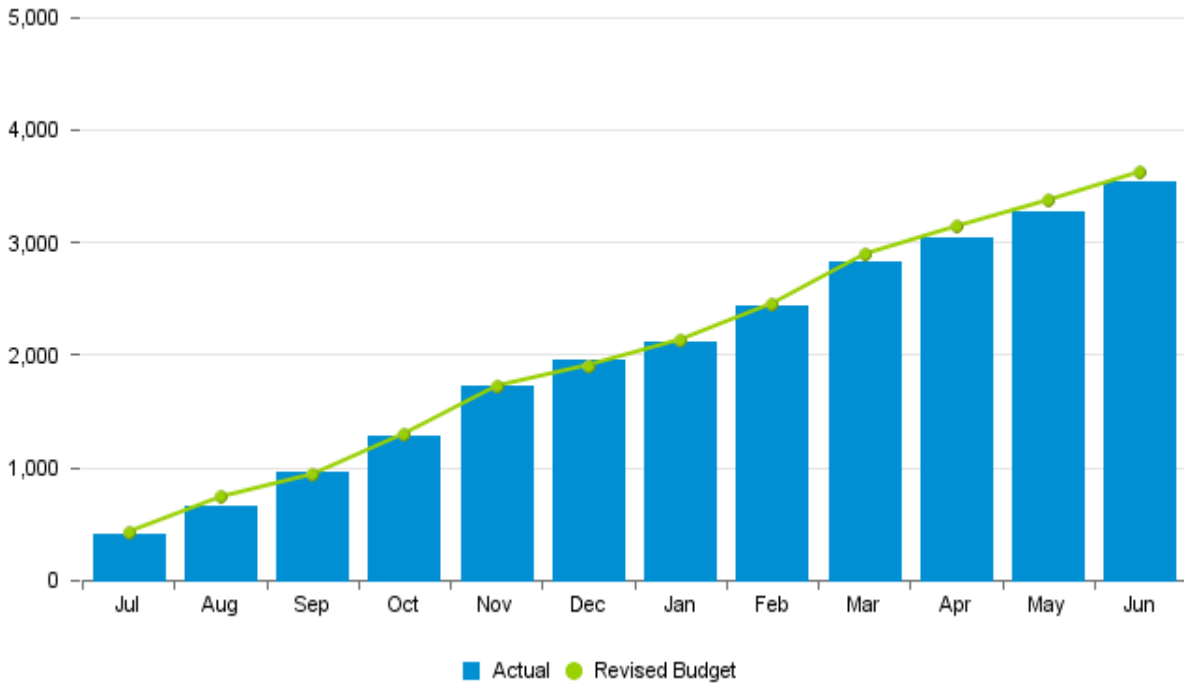
Capital expenditure	2,985	3,643	658	3,643	2,539
----------------------------	--------------	--------------	------------	--------------	--------------

The Manurewa Local Board has invested \$11m in net operating costs and \$2.99m in capital expenditure for the year ending June 2017.

Net cost of service is \$299k (3%) over budget of \$10.71m. Operating expenditure is \$218k over budget and operating revenue is \$80k below budget, particularly in pools, fitness and leisure revenues.

Capital spend of \$2.99m achieved 82% delivery of the year's budget of \$3.64m

Operating Revenue (\$000) for FY 2017

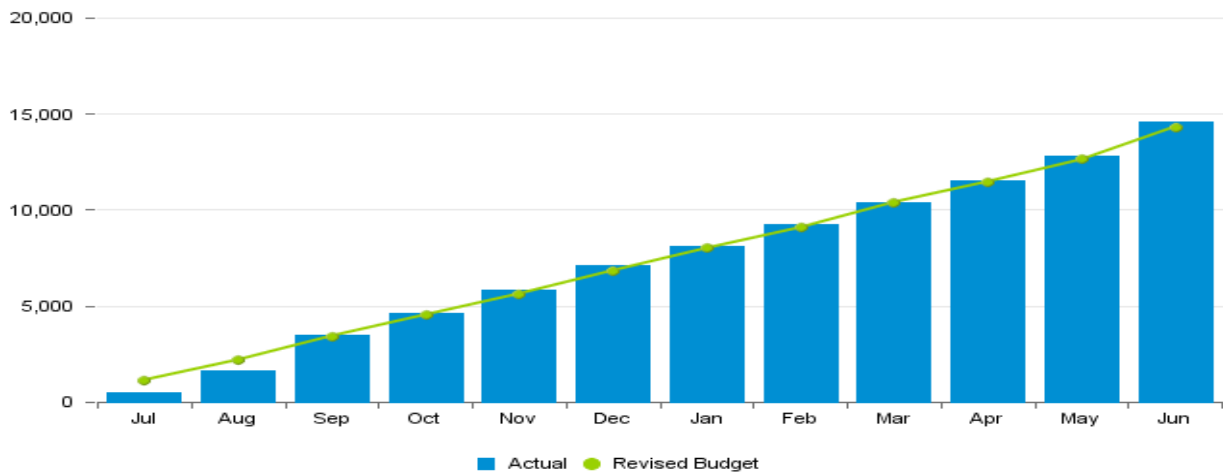


Operating Revenue

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	596	536	60	536	536
Local parks, sport and recreation	2,952	3,091	(139)	3,091	3,091
Total Operating Revenue	3,548	3,627	(79)	3,627	3,627

Operating Revenue was behind budget by \$79k. In community services, revenue has exceeded budget overall by 60k for hireage, including Nathan Homestead, Wiri Hall and Weymouth Hall which have all exceeded budget. Clendon ECE funds are \$40k ahead of budget. However in the leisure activity, pools, fitness and recreation revenues are \$180k below budget as there is an ongoing struggle with visitor numbers. These issues are being actively addressed by staff and management.

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	4,612	4,732	120	4,732	4,667
Local environmental management	27	38	11	38	38
Local governance	1,067	1,067	0	1,067	1,067
Local parks, sport and recreation	8,407	7,940	(467)	7,940	7,912
Local planning and development	441	559	118	559	559
Total Operating Expenditure	14,554	14,336	(218)	14,336	14,243

Operating Expenditure for the year is slightly over budget by \$218k (1.5%)

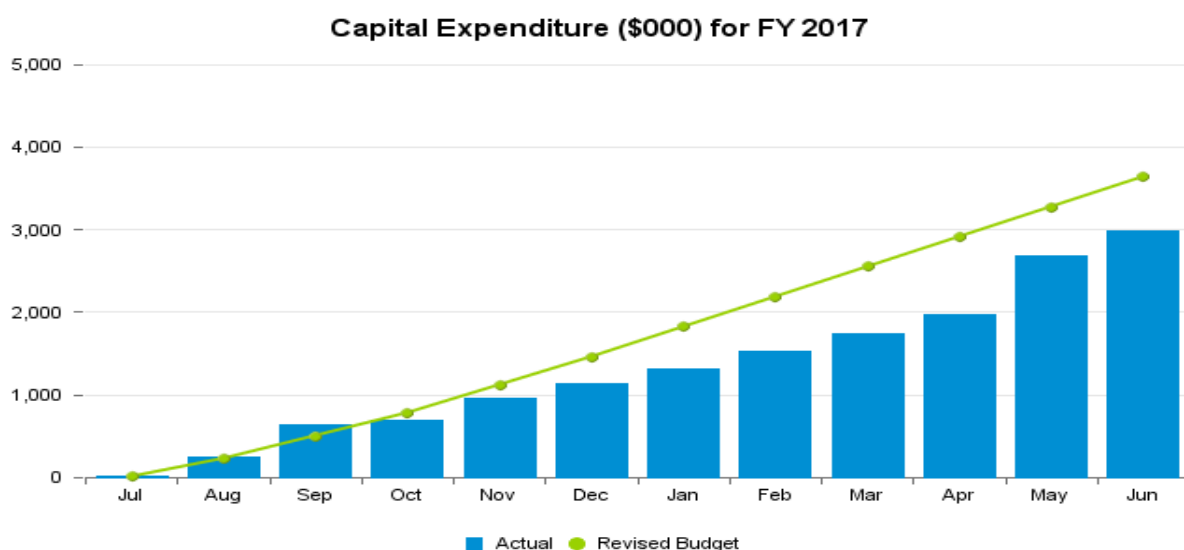
In Locally Driven Initiatives (LDI) there is underspend of \$100k in community services, as funding was not fully spent over various projects. Other LDI funds underspent were in local planning and development for \$118k and in parks operations \$67k

In Asset Based Services (ABS) budgets are \$535k overspent. The RIMA contract in both the scheduled and the response maintenance areas, has overspent budget by \$235k (7.8%), while the aquatics, fitness and leisure services have overspent budgets by \$296k (5%) overall, the majority being in wages and utilities for operating the facilities.

Locally Driven Initiatives (Operating Expenditure)

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Var	Revised Budget	Annual Plan
ACE LDI Staff allocation	183	183	0	183	183
ANZAC	14	18	4	18	18
CCTV and town centre safety initiatives	113	119	6	119	119
Civil defence community support	(9)	10	19	10	10
Community Arts Programmes	60	60	0	60	10
Community placemaking initiatives	48	56	8	56	56
Community response operating fund	203	18	(185)	18	18
Local civic functions	6	9	3	9	9
Local community grants	74	224	150	224	224
Local events fund	125	158	33	158	158
Manurewa youth forum	(11)	0	11	0	0
Maori responsiveness	35	47	12	47	32
Youth connection programme	0	40	40	40	40
Youth Council	21	21	0	21	21
Youth leadership scholarships	20	20	0	20	20
Total Local community services	882	982	100	982	917
Industry Pollution Prevention Programme	20	20	0	20	15
Manukau Harbour - Improvement projects (PO2311592)	8	8	0	8	8
Sustainability and Resilience	(1)	10	11	10	15
Total Local environmental management	27	38	11	38	38
Facility Partnership Programme	(8)	0	8	0	0
Greenways plans	23	25	2	25	25
LDI Manurewa community facilities charitable trust (MCFCT)	50	50	0	50	50
LDI Programme Events in local parks	78	91	13	91	91
LDI Volunteers parks	43	40	(3)	40	40
Mangrove management and removal	7	50	43	50	50

Parks teaching gardens	10	20	10	20	20
Skatepark Guardians	42	35	(7)	35	35
Total Local parks, sport and recreation	244	311	67	311	311
LED BID grants Manurewa	30	60	30	60	60
Local economic develop planning initiatives	12	26	14	26	26
Revitalisation of town centres	39	114	75	114	114
Young Enterprise Scheme	1	0	(1)	0	0
Total Local planning and development	82	200	118	200	200
Total	1,235	1,531	296	1,531	1,466



Capital Expenditure

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	1,158	892	(266)	892	638
Local parks, sport and recreation	1,827	2,751	924	2,751	1,901
Total Capital Expenditure	2,985	3,643	658	3,643	2,539

Capital Expenditure of \$2.99m is \$658k behind budget with delivery of 82% for the year.

Capital projects show renewals programmes and new development are ahead of budget as other projects are progressing slower or delayed. Nathan Homestead is largely completed and progress on Clendon Library lift is continuing into next year. Renewals to Finlayson Homestead, Mountford Park Pavilion and Gallaher Park are all on track or ahead of schedule. The next stage in the Maritime Coastal Walkway has been contracted using Maritime Recreational reserve funds. Other parks asset renewals are overall on budget, however growth funding of \$500k not yet utilised for Waimahia play area and walkway is to be carried forward. This contract has been awarded and completion is planned for October. Pathways and landscaping development is continuing at Randwick Pavilion -Manutukutuku as this nears completion.

There is \$736k of Locally Driven Initiative Capex funding still to be allocated by the local board and project options are yet to be discussed.

Capital Expenditure: All Projects

Project Name	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
ACE - Art facility renewals	742	431	(311)	431	184
Local library renewals	57	391	334	391	391
ACE - Leases renewals	329	63	(266)	63	63
ACE - Community house and centre renewals	25	7	(18)	7	0
Library furniture and fitting renewals	4	0	(4)	0	0
Community services (GoA)	1,158	892	(266)	892	638
Parks - Asset renewals	440	794	354	794	655
Playscape development	376	786	410	786	0
Maritime recreational fund development	114	600	486	600	600
Locally driven initiatives (LDI Capex)	113	293	180	293	550
Netball complex, community and events centre	0	93	93	93	0
Parks - Coastal asset renewals	17	74	57	74	74
Leisure facility building renewals	360	72	(288)	72	0
Parks - Sports fields renewals	5	22	17	22	22
Recreational facilities equipment renewals	0	16	16	16	0
Commercial development fund	14	0	(14)	0	0
General park development	240	0	(240)	0	0
Leisure facility equipment renewals	112	0	(112)	0	0
Riverton Park Reserve	36	0	(36)	0	0
Parks sport and recreation (GoA)	1,827	2,751	924	2,751	1,901
Total	2,984	3,642	658	3,642	2,539

Funding Impact Statement
Manurewa
For the year ended 30 June 2017

\$000	Notes				
		Actual 2017	Revised Budget 2017	Annual Plan 2017	Long Term Plan 2016
Sources of operating funding:					
General rates, UAGC, rates penalties		12,683	12,530	12,530	11,716
Targeted rates		359	359	359	335
Subsidies and grants for operating purposes		926	865	865	1,006
Fees and charges		2,286	2,431	2,443	2,387
Local authorities fuel tax, fines, infringement fees and other receipts		336	332	319	594
Total operating funding		16,590	16,517	16,516	16,038
Applications of operating funding:					
Payment to staff and suppliers		13,331	13,189	13,096	12,744
Finance costs		1,056	1,056	1,056	881
Internal charges and overheads applied		2,310	2,310	2,310	2,293
Other operating funding applications		-	-	-	-
Total applications of operating funding		16,697	16,555	16,462	15,918
Surplus (deficit) of operating funding		(107)	(38)	54	120
Sources of capital funding:					
Subsidies and grants for capital expenditure		-	-	-	-
Development and financial contributions		-	-	-	-
Increase (decrease) in debt		3,092	3,680	2,485	2,798
Gross proceeds from sale of assets		-	-	-	-
Lump sum contributions		-	-	-	-
Other dedicated capital funding		-	-	-	-
Total sources of capital funding		3,092	3,680	2,485	2,798
Applications of capital funding:					
Capital expenditure:					
- to meet additional demand		682	1,096	300	178
- to improve the level of service		84	384	300	1,021
- to replace existing assets		2,219	2,162	1,939	1,719
Increase (decrease) in reserves		-	-	-	-
Increase (decrease) in investments		-	-	-	-
Total applications of capital funding		2,985	3,642	2,539	2,918
Surplus (deficit) of capital funding		107	38	(54)	(120)
Funding balance		-	-	-	-