

Financial Performance

Financial Summary

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Operating revenue (ABS)	1,360	1,543	(183)	5,971	5,971
Operating expenditure (ABS)	4,012	3,509	(503)	13,618	13,230
Operating expenditure (LDI)	223	291	68	1,461	1,441
Operating expenditure (LGS)	280	280	0	1,121	1,121
Net Cost of Service	3,155	2,537	(618)	10,229	9,820

Capital expenditure	2,657	3,741	1,084	12,211	7,756
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Kaipātiki Local Board's net operating expenditure for the quarter was \$3.2m, a variance of \$618k above budget.

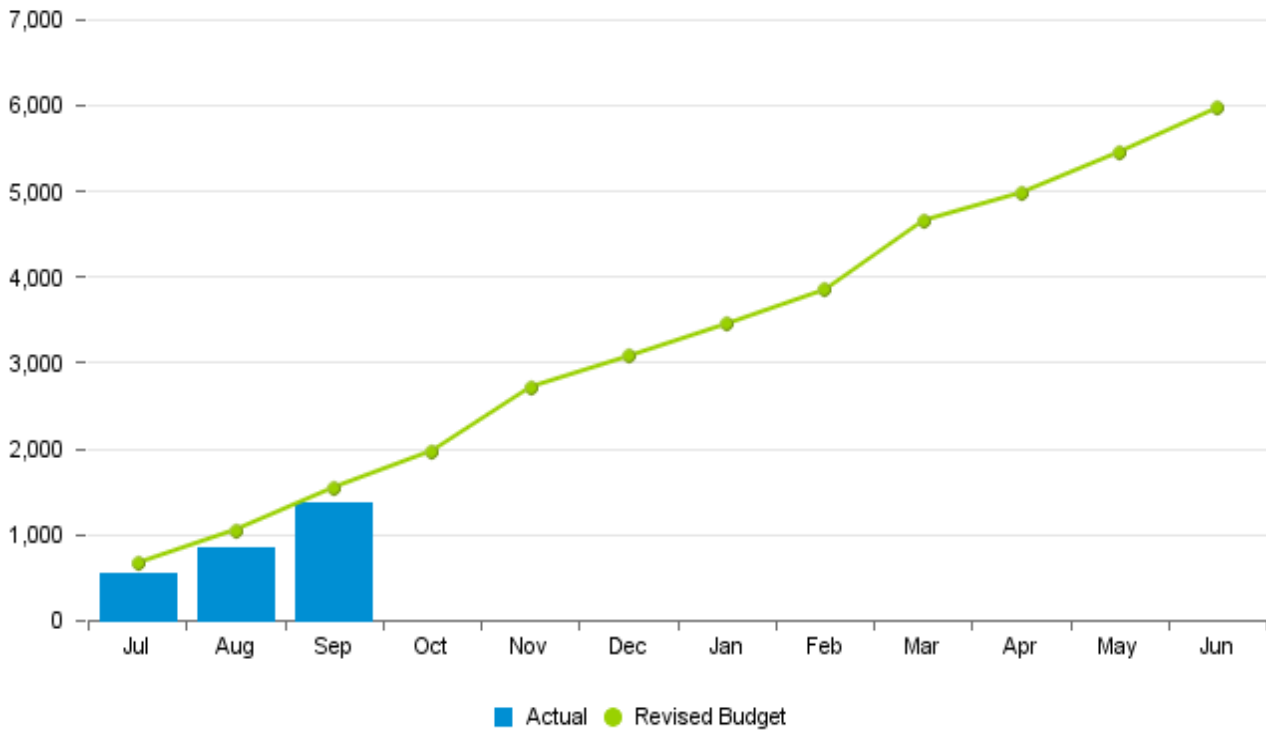
Operating revenue was below budget due to lower enrolment numbers at the Beach Haven and Birkdale early childhood centres. Aquatic revenue was also down due to the Glenfield Pool closure for maintenance.

Asset based services expenditure was ahead of budget and the main driver for the overall variance related to parks maintenance costs. The new Project 17 contract providers commenced their services from 1 July 2017. There have been issues with the delivery of services to agreed outcomes due to contractors becoming familiar with their new contracts as well as the amount of rain the region has experienced over the last few months. There was an expectation of budget variances under the new contracts until baselines at local board level are established at the end of this financial year. The trend may continue through the year and will be monitored by the community facilities department for any budget movements that are required.

Capital investment for the quarter was \$2.7m. Asset renewals have the largest budget allocation overall this year. A number of renewals that were in train are either at practical completion or close to being completed. These include the AF Thomas carpark renewal, Rangitira Reserve Walkway and Marlborough Park renewal. Physical works continue at Birkenhead War Memorial skate park and Island Bay wharf and sea wall with completion planned for in the second quarter.

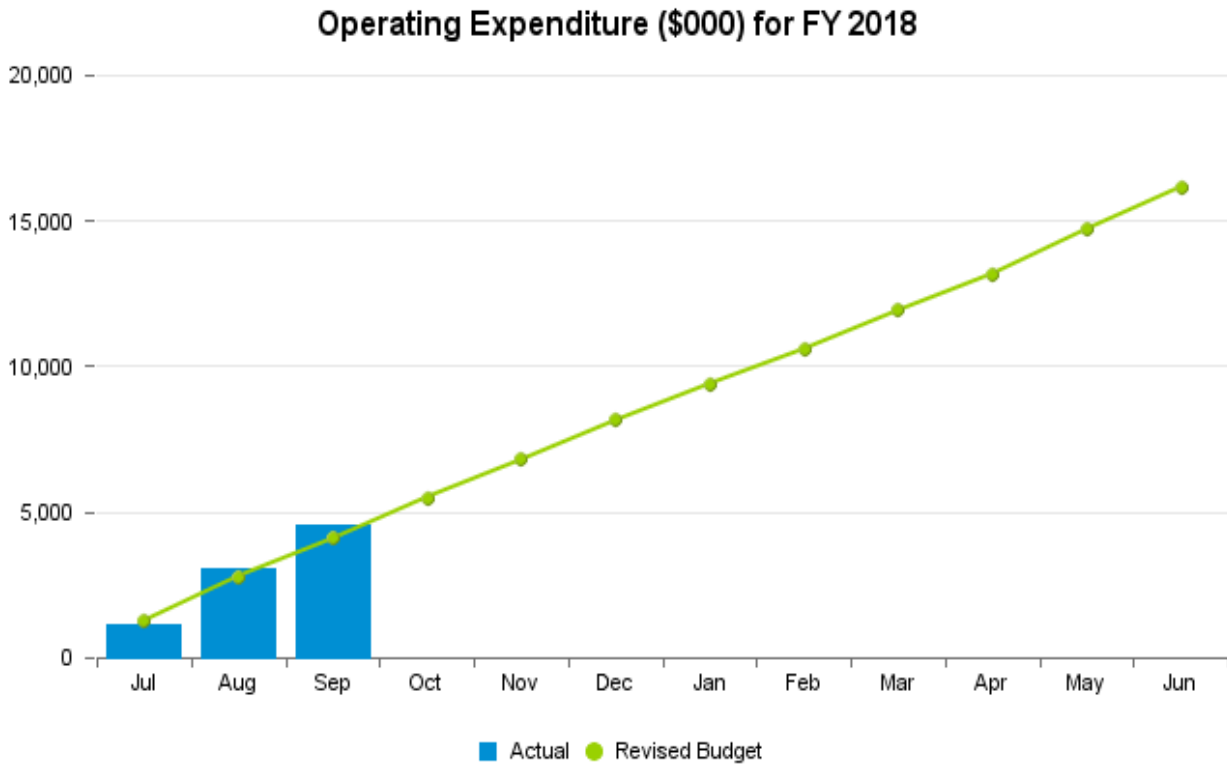
Operating Revenue

Operating Revenue (\$000) for FY 2018



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	99	98	1	391	391
Local parks, sport and recreation	1,261	1,445	(184)	5,580	5,580
Total Operating Revenue	1,360	1,543	(183)	5,971	5,971

Operating Expenditure



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	1,525	1,583	58	5,351	5,345
Local environmental management	0	0	0	153	181
Local governance	280	280	0	1,121	1,121
Local parks, sport and recreation	2,478	1,944	(534)	8,759	8,344
Local planning and development	232	272	40	780	801
Total Operating Expenditure	4,515	4,079	(436)	16,164	15,792

LDI Expenditure – All Projects

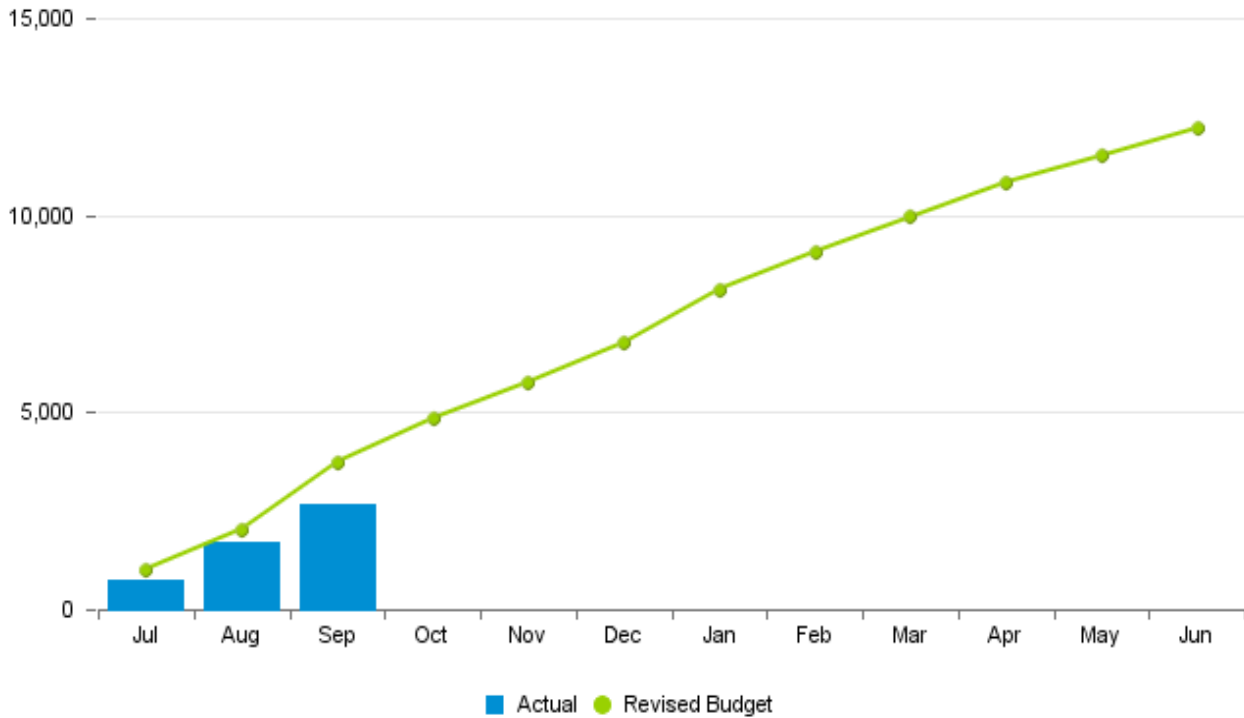
Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
ACE LDI Staff allocation	25	25	0	98	98
ANZAC	0	0	0	30	30
Christmas events	7	0	(7)	18	18
Community Arts Programmes	0	2	2	10	10
Community Partners Support	0	10	10	40	40
Community response operating fund	0	24	24	97	97
Community volunteer awards	0	1	1	5	5
Delivered Events	0	0	0	15	15
Event partnership	15	14	(1)	45	45
Extended Library hours	0	3	3	13	13
KCFT Annual grant	0	41	41	163	163
KCFT events	120	25	(95)	100	100
Local civic functions	0	1	1	4	4
Local community grants	43	60	17	200	200
Volunteer awards	0	0	0	5	0
Manaaki Matua: Age Friendly Services	0	2	2	10	10
Maori responsiveness	0	1	1	5	5
Secondary schools scholarship grant	2	2	0	8	8
Top up ABS: Community houses	0	22	22	86	86
Youth programmes community development	0	20	20	80	80
Total Local community services	211	253	42	1,032	1,027

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Industry Pollution Prevention Programme	0	0	0	8	8
Kaipatiki project - environmental programmes	0	0	0	45	45
Pest Free Kaipatiki	0	0	0	100	100
Total Local environmental management	0	0	0	153	153
Birkenhead War Memorial master plan	0	8	8	50	50
Creating a Maori identity	0	2	2	10	10
Equitable access to sport	0	8	8	50	50
Fernglen reserve development plan	0	3	3	20	20
LDI Volunteers parks	12	11	(1)	75	75
Parks response fund	0	3	3	20	20
Total Local parks, sport and recreation	12	34	22	225	225
Local economic develop planning initiatives	0	0	0	36	21
Sunnynook Centre Plan contribution	0	4	4	15	15
Total Local planning and development	0	4	4	51	36
Total	223	291	68	1,461	1,441

The revised budget includes \$15k carried forward from the previous year for the Investment Impact Assessment for Birkenhead as well as \$5k for the Community Volunteer Awards.

Capital Expenditure

Capital Expenditure (\$000) for FY 2018



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	173	401	228	1,111	774
Local parks, sport and recreation	2,416	3,340	924	9,260	6,982
Local planning and development	68	0	(68)	1,840	0
Total Capital Expenditure	2,657	3,741	1,084	12,211	7,756

Capital Expenditure – all projects

Project Name	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local library renewals	165	216	51	599	25
ACE - Leases renewals	3	110	107	304	276
ACE - Community house and centre renewals	4	38	34	104	106
Library furniture and fitting renewals	1	38	37	104	0
Youth facility (Marlborough Park)	0	0	0	0	367
Community services (GoA)	173	401	228	1,111	774
Parks - Asset renewals	1,870	1,691	(179)	4,688	3,089
Locally driven initiatives (LDI Capex)	14	443	429	1,248	1,143
Network plan connections	2	403	401	1,117	1,117
Leisure facility building renewals	111	308	197	834	435
Parks - Coastal asset renewals	204	176	(28)	489	316
Parks - Sports fields renewals	24	175	151	485	48
Rewi Alley reserve toilet development	0	79	79	219	0
General park development	184	65	(119)	180	0
Greenway and walkway development	1	0	(1)	0	535
Leisure facility equipment renewals	7	0	(7)	0	0
Sport development	0	0	0	0	300
Parks sport and recreation (GoA)	2,416	3,340	924	9,260	6,982
Central area upgrade (Northcote)	0	0	0	31	0

Project Name	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Street upgrade (Highbury Mainstreet)	43	0	(43)	1,809	0
Viewing deck and development (Highbury)	24	0	(24)	0	0
Planning (GoA)	68	0	(68)	1,840	0
Total	2,657	3,742	1,085	12,211	7,756

The revised budget takes account of any phasing related to the status of capital projects. In the current financial year there is a \$4.4m increase in the total capital budget. The main movements relate to Highbury Corner upgrade, parks renewals, library renewals and leisure facility renewals.