

Waiheke Local Board Financial Performance to 31 December 2017

Financial Summary

█ On Target
 █ Under Review
 █ Not Meeting Target

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Operating revenue (ABS)	109	111	(2)	221	221
Operating expenditure (ABS)	2,238	1,927	(311)	4,107	3,238
Operating expenditure (LDI)	244	329	85	720	720
Operating expenditure (LGS)	468	468	0	935	935
Net Cost of Service	2,840	2,613	(227)	5,541	4,672
Subsidies and grants for capital expenditure	0	0	0	0	0
Capital expenditure	589	777	188	1,191	1,635

The Waiheke Local Board has invested \$589k in capital expenditure and \$2.8m in net operating expenditure for the year to date at 31 December 2017.

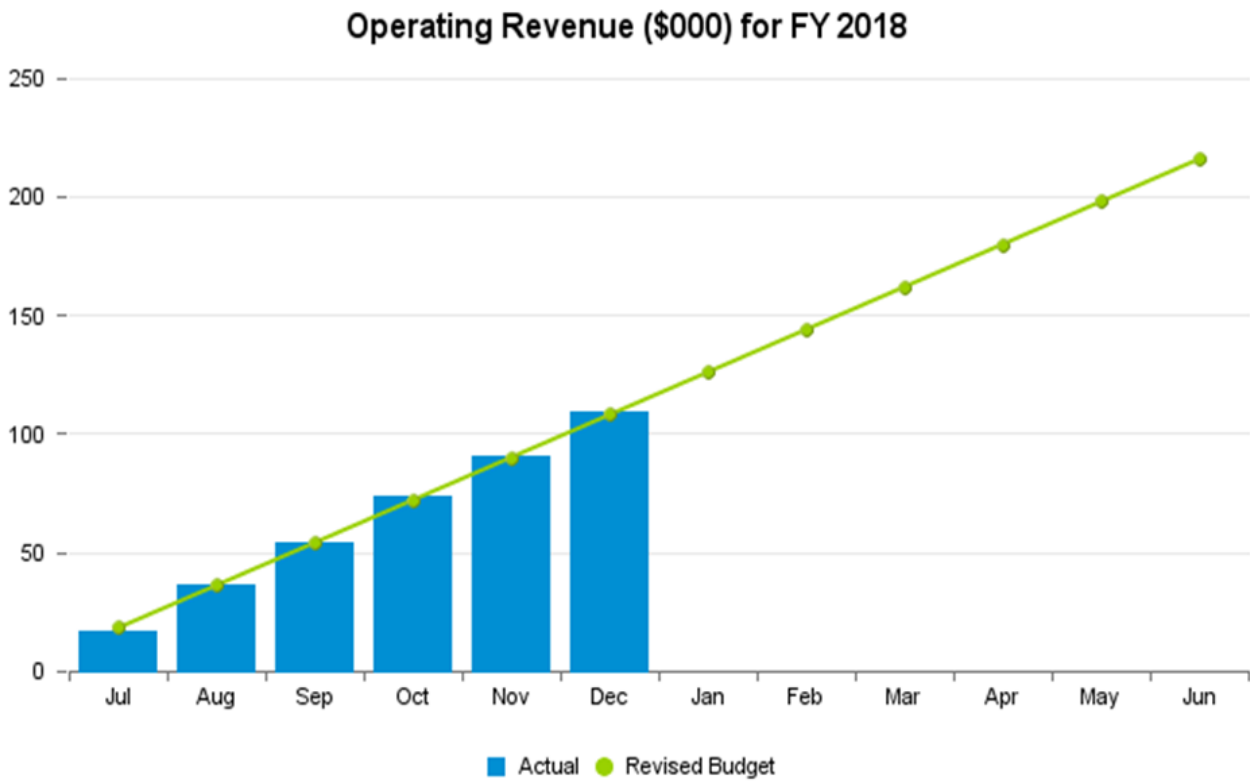
Net cost of service is \$227k above budget for the year. The overspend in asset based services expenditure of \$311k related to projects in the Parks, Sports and Recreation activity.

From the local boards' Locally Driven Initiatives (LDI) funding, the majority of projects have now commenced and there are no major risks to delivery of these projects. In the second quarter the local board granted \$28.7k from the community grants fund and has \$19.8k remaining to allocate for the rest of the financial year.

Revenue is on budget for the year to date and is likely to be right on target for the full financial year.

The majority of the capital investment so far this financial year has occurred in the Parks, Sport and Recreation activity (\$455k). There have been a number of projects identified with a risk to delivery in 2017/18 and these are highlighted in the work programme update to 31 December 2017.

Operating Revenue



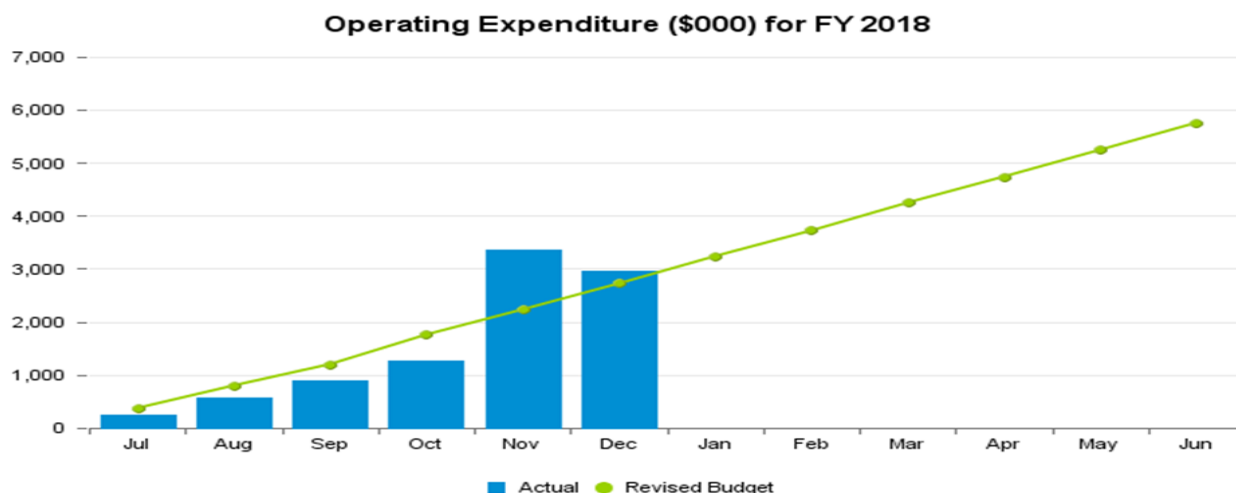
Operating Revenue

█ On Target
 █ Under Review
 █ Not Meeting Target

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	109	111	(2)	221	221
Total Operating Revenue	109	111	(2)	221	221

Operating revenue is right in line with budget for the year to date.

Operating Expenditure



Operating Expenditure

█ On Target
 █ Under Review
 █ Not Meeting Target

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	717	770	53	1,499	1,503
Local environmental management	16	29	13	69	93
Local governance	468	468	0	935	935
Local parks, sport and recreation	1,749	1,448	(301)	3,240	2,342
Local planning and development	0	10	10	20	20
Total Operating Expenditure	2,950	2,725	(225)	5,763	4,893

The overall operating expenditure variance is \$225k above budget for the year to date.

Locally driven initiative funded projects are \$85k below budget. The local board allocated \$10k for location assessment of the proposed swimming pool, \$15k in community grant round one and \$13.7k in quick response grant round two to a total of 9 community groups. The majority of LDI projects are underway and there are no major risks to overall delivery of these projects.

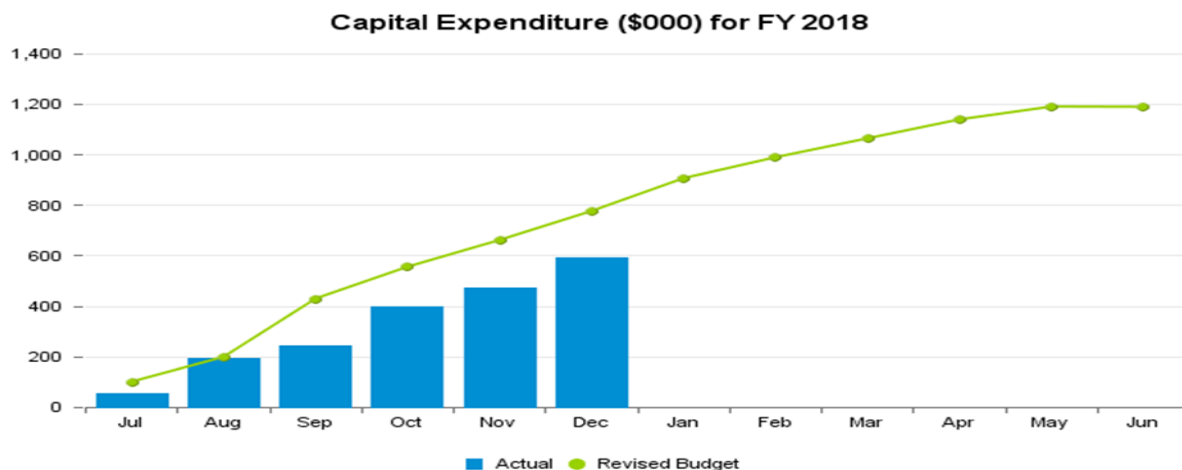
The overspend in operating expenditure is mainly due to projects in asset based services in the Parks, Sport and Recreation activity. There was an expectation of budget variances under the new Project 17 full facility maintenance contracts until baselines at local board level are established at the end 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.

The detailed LDI expenditure by project for the period to 31 December 2017 is reflected in the following schedule.

Locally Driven Initiatives 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	48	48	0	96	96
ANZAC	0	0	0	1	1
Artworks needs assessment	10	8	(2)	15	15
Christmas events	7	17	10	17	17
Community and Social Economic Development	3	5	2	10	10
Community housing	14	10	(4)	20	20
Community response operating fund	0	17	17	35	39
Local civic functions	0	1	1	3	3
Local community grants	36	30	(6)	60	60
Local events fund	12	8	(4)	15	15
Supporting Maori outcomes and events	0	8	8	15	15
Volunteers day	0	1	1	2	2
Youth Council and youth initiatives	15	8	(7)	15	15
Total Local community services	145	160	15	304	308
Coastal assessment for wildlife on coastal walkway	4	5	1	5	0
Little Oneroa action plan implementation	12	12	0	24	24
Pest management - community delivered	0	12	12	40	40
Total Local environmental management	16	29	13	69	64
Ecological restoration in partnership with community	75	60	(15)	150	150
Feasibility study for swimming pool	3	40	37	100	100
LDI Volunteers parks	2	3	1	8	8
Matiatia - Longer term implementation of Matiatia Gateway masterplan	0	20	20	50	50
Parks strategic fund	3	8	5	20	20
Total Local parks, sport and recreation	83	131	48	328	328
Walking and Cycling promotion	0	10	10	20	20
Total Local planning and development	0	10	10	20	20
Total	244	329	85	720	720

Capital Expenditure



Capital Expenditure

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	134	119	(15)	183	270
Local parks, sport and recreation	455	658	203	1,008	1,365
Total Capital Expenditure	589	777	188	1,191	1,635

The Waiheke Local Board capital delivery is 49% to date against a \$1.2m total budget for the 2017/2018 year. Capital projects underway include the Artworks building roof replacement, Artworks HVAC renewal, signage on walkways and various walkway and track renewals across the island.

From the LDI Capex fund in this quarter, the local board allocated a further \$19k to complete the seawall and \$10k to address stability and slumping issues at Picnic Bay Reserve. As there is still a portion of the 3 year LDI Capex funding unallocated, the majority of this balance of \$277k has been rolled into 2018/19 and is still available for future allocation to projects.

Following the end of the 2016/17 financial year, the organisation refreshed its capital work programme and budgets to reflect the current environment. Projects deferred to 2017/18 include greenways/walkways development, off-street parking and various park asset renewals. \$200k for sports development and \$76k for arts facility renewals were also moved from 2017/18 to 2018/19 to align to likely project delivery.

The detailed capital expenditure by project for the period to 31 December 2017 is reflected in the following schedule.

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	123	119	(4)	183	270
ACE - Leases renewals	11	0	(11)	0	0
Community services	134	119	(15)	183	270
Parks - Asset renewals	399	554	155	849	800
Greenway and walkway development	11	49	38	76	0
Locally driven initiatives (LDI Capex)	45	41	(4)	63	357
Off-street parking upgrades	0	9	9	14	0
Parks - Sports fields renewals	0	5	5	7	7
Sport development	0	0	0	0	200
Parks sport and recreation	455	658	203	1,008	1,365
Total	589	777	188	1,191	1,635
Subsidies and grants	0	0	0	0	0