

Local Board Financial Performance - Franklin as at March 2018

Financial Summary

█ On Target
 █ Under Review
 █ Not Meeting Target

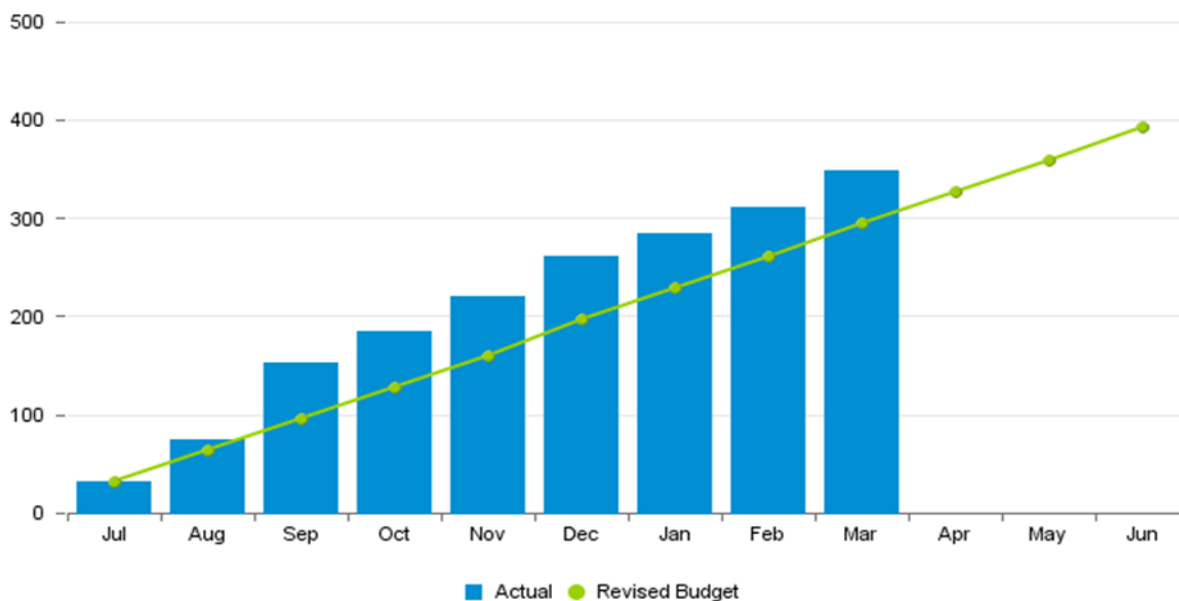
Activity	Year To Date (\$000)			Full Year (\$000)	
	Mar YTD Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Operating revenue (ABS)	349	285	64	380	380
Operating revenue (LDI)	0	8	(8)	10	0
Operating expenditure (ABS)	9,148	8,320	(828)	10,725	10,206
Operating expenditure (LDI)	633	994	361	1,558	1,487
Operating expenditure (LGS)	890	890	0	1,187	1,187
Net Cost of Service	10,322	9,911	(411)	13,080	12,499
Subsidies and grants for capital expenditure	2	0	2	0	0
Capital expenditure	5,366	8,901	3,535	9,830	10,966

The Franklin Local Board has invested \$10.32m in net operating costs and \$5.36m in capital expenditure for the nine months ending March 2018.

Net cost of service is \$411k (4%) over budget of \$9.91m with operating expenditure exceeding budget by \$467k over all activities. The majority of overspend is the Rima contract and parks services. The LDI Opex is still significantly underspent so far this year. Operating revenue is \$56k better than budget, particularly in community places hire and user charges

Capital expenditure of \$5.36m is \$3.53m behind budget year to date with delivery at 59% of the full year's revised budget. Expenditure of close to \$2m this quarter has seen further work on Tamakae Wharf, renewals at Franklin Swim centre, major carparks, and other parks asset renewals

Operating Revenue (\$000) for FY 2018



Operating Revenue

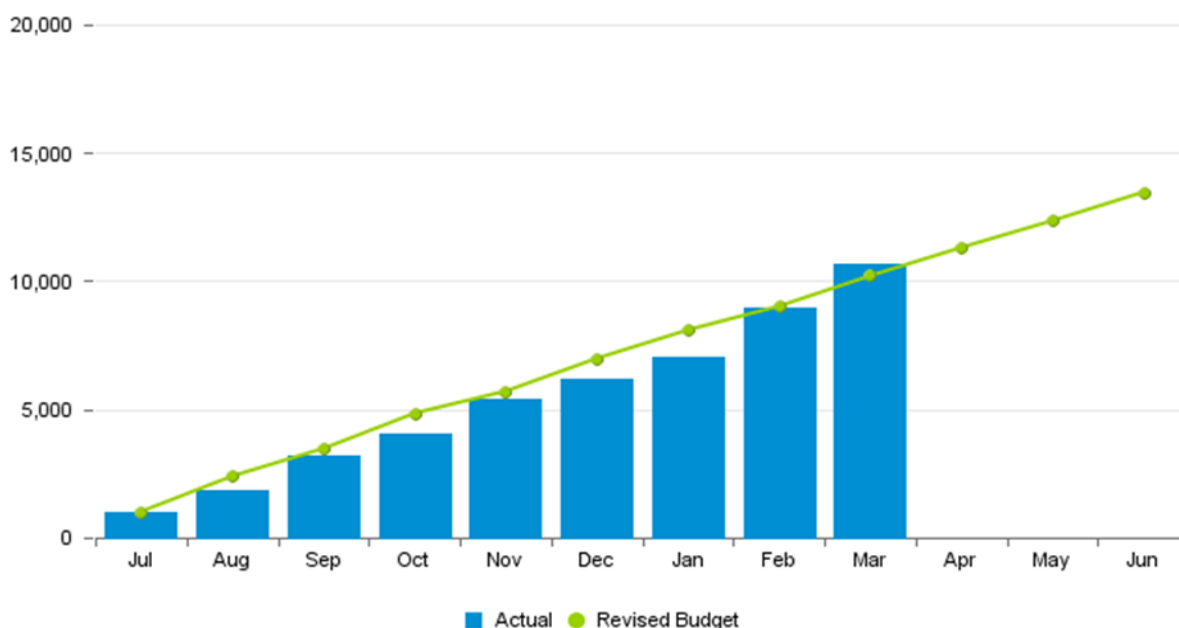
█ On Target
 █ Under Review
 █ Not Meeting Target

Activity	Year To Date (\$000)			Full Year (\$000)	
	Mar YTD Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	319	293	26 █	390	380
Local parks, sport and recreation	30	0	30 █	0	0
Total Operating Revenue	349	293	56 █	390	380

Operating Revenue is \$56k above budget with \$26k being increased venue hire revenue for community halls and for the Franklin Arts Centre. Actual revenue includes \$25k so far for the fees and charges subsidy agreed by the local board.

There is \$30k of developer contributions for Green Assets which is equally offset in the parks operating expenditure for the same project. There is also a small amount of commercial filming revenue in this line.

Operating Expenditure (\$000) for FY 2018



Operating Expenditure

█ On Target
 █ Under Review
 █ Not Meeting Target

Activity	Year To Date (\$000)			Full Year (\$000)	
	Mar YTD Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	2,763	3,031	268	4,107	4,072
Local environmental management	22	44	22	89	89
Local governance	890	890	0	1,187	1,187
Local parks, sport and recreation	6,373	5,578	(795)	7,356	6,837
Local planning and development	623	661	38	731	695
Total Operating Expenditure	10,671	10,204	(467)	13,470	12,880

Operating expenditure for the year is over budget by \$467k.

Locally Driven Initiatives (LDI) is \$353k behind budget overall with \$915k still to be spent by year end. Project progress against the full year has been evaluated as we near end of year processes, and most projects will be completed by 30 June. LDI reallocations of unspent funds will occur in the final quarter once the local board receives updates on work progress.

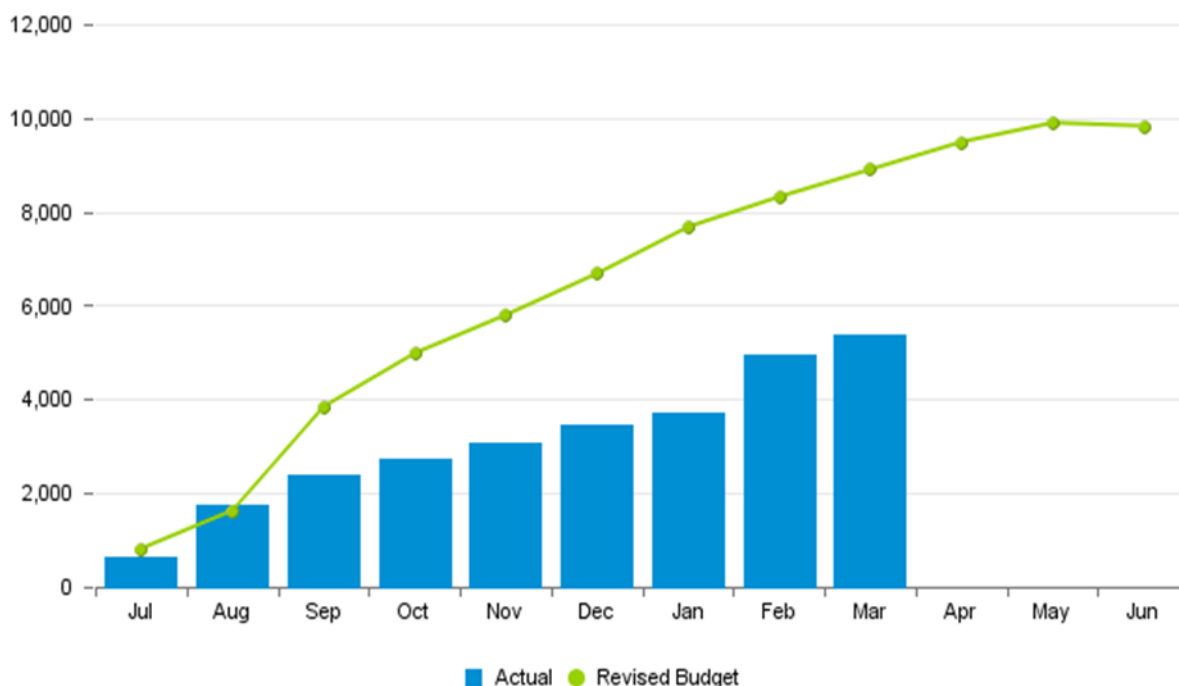
In Asset Based Services (ABS) overall underspend is \$828k. The RIMA facility contract and parks services \$918k over budget. This is the first year of the contracts. There are swings in variances as these stabilise. The budget was set using historical actuals at 90% of the spend. The contracts were not provided at an asset or LB level. With that in mind, we always knew there would be variances in the first year.

Locally Driven Initiatives (Operating Expenditure)

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Mar YTD Actual	Revised Budget	Variance	Revised Budget	Annual Plan
ACE LDI Staff allocation	140	140	0	186	186
ANZAC	2	0	(2)	35	35
Capacity building programme	10	7	(3)	10	10
Coastal Sea Rescue Grants	0	34	34	45	45
Community Arts Programmes	80	60	(20)	80	80
Community Gardens	5	11	6	15	15
Community heritage and identity programmes	(3)	11	14	15	15
Community response operating fund	1	46	45	71	84
Community Safety Initiatives	13	98	85	120	90
Community volunteer awards	1	2	1	3	3
Fees and charges subsidy	25	25	0	34	34
FYAB	2	9	7	12	12
Local civic functions	1	7	6	10	10
Local community grants	75	103	28	206	206
Local events fund	82	70	(12)	131	123
Maori responsiveness	0	4	4	5	5
Rural library service review/AandP programme	0	7	7	10	10
Youth connections across Auckland	24	38	14	50	50
Total Local community services	459	672	213	1,038	1,013

Biodiversity Management Plan	0	10	10	15	15
Manukau Harbour Forum	0	4	4	8	8
Water testing and quality monitoring	4	4	0	6	6
Waterways	18	26	8	60	60
Total Local environmental management	22	44	22	89	89
Coastal erosion - planting	4	47	43	65	75
Greenways plans	48	32	(16)	45	45
LDI Programme Events in local parks	6	14	8	20	20
LDI Volunteers parks	71	76	5	110	100
PSR opportunities	7	80	73	114	114
Total Local parks, sport and recreation	136	248	112	354	354
Waiuku Business	0	5	5	5	0
Young Enterprise Scheme	2	2	0	2	2
Franklin Local Economic Development	14	16	6	29	29
Hunua Cycle Trail	0	0	0	25	0
Tongzhou Partnership	0	0	0	6	0
Total Local planning and development	16	23	7	67	31
Total	633	986	353	1,548	1,487

Capital Expenditure (\$000) for FY 2018



Capital Expenditure

Activity	Year To Date (\$000)			Full Year (\$000)	
	Mar YTD Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	113	140	27	156	187
Local parks, sport and recreation	4,712	7,967	3,255	8,880	10,779
Local planning and development	540	794	254	794	0
Total Capital Expenditure	5,366	8,901	3,535	9,830	10,966

Capital expenditure of \$5.36m is \$3.53m behind budget year to date with delivery at 59% of the full year's revised budget. Expenditure of \$1.9m this last quarter has seen further work on Tamakae Wharf (\$300k), renewals at Franklin Swim centre (\$850k), various carparks (\$550k), and other parks asset renewals (\$200k)

The remaining LDI Capex budget balance is \$404k as the local board has allocated \$1.26m in projects from its current Y16 – Y18 fund. Any unallocated fund balance will be added to the next term funding for Y19 – Y21.

Capital Expenditure: All Projects

Project Name	Year To Date (\$000)			Full Year (\$000)	
	Mar YTD Actual	Revised Budget	Variance	Revised Budget	Annual Plan
ACE - Community house and centre renewals	6	81	75	91	0
ACE - Leases renewals	104	45	(59)	50	87
Local library renewals	3	13	10	15	100
Community services (GoA)	113	140	27	156	187
Parks - Asset renewals	1,194	2,976	1,782	3,366	3,440
Parks - Coastal asset renewals	1,213	1,657	444	1,853	3,527
Leisure facility building renewals	928	1,222	294	1,367	887
Playscape development	507	684	177	765	610
Sports park (Waiuku)	734	658	(76)	760	1,155
Locally driven initiatives (LDI Capex)	19	592	573	569	1,161
Parks - Sports fields renewals	62	134	72	150	0
Greenway and walkway development	43	45	2	50	0
Sport development	12	0	(12)	0	0
Parks sport and recreation (GoA)	4,712	7,967	3,255	8,880	10,779
Town centre upgrade (Pukekohe)	540	794	254	794	0
Planning (GoA)	540	794	254	794	0
Total	5,366	8,901	3,535	9,830	10,966