

# Upper Harbour Local Board Financial Performance to 31 March 2018

## 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)	1,595	1,849	(254)	2,465	2,465
Operating expenditure (ABS)	8,392	7,834	(558)	10,302	9,966
Operating expenditure (LDI)	493	623	130	961	951
Operating expenditure (LGS)	814	814	0	1,085	1,085
<b>Net Cost of Service</b>	<b>8,104</b>	<b>7,422</b>	<b>(682)</b>	<b>9,882</b>	<b>9,536</b>
<b>Subsidies and grants for capital expenditure</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Capital expenditure</b>	<b>3,854</b>	<b>5,433</b>	<b>1,579</b>	<b>6,739</b>	<b>5,837</b>

The Upper Harbour Local Board has invested \$3.9m in capital expenditure and \$8.1m in net operating expenditure for the year to date at 31 March 2018.

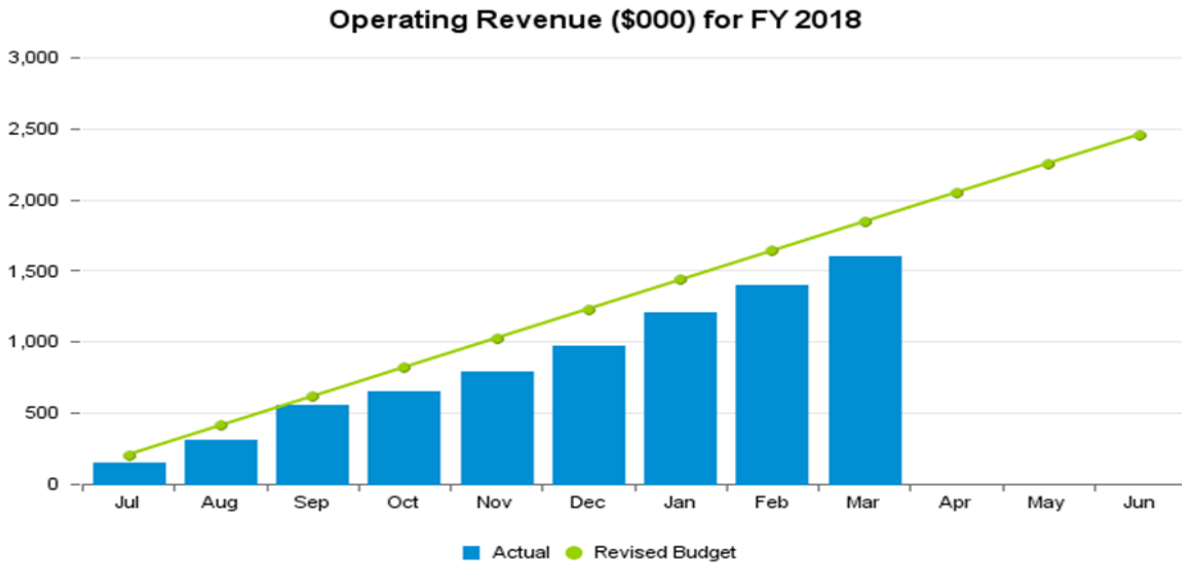
Net cost of service is \$682k behind budget for the year. The overspend in asset based services expenditure of \$558k related to projects in the Parks, Sports and Recreation activity.

From the local boards' Locally Driven Initiatives (LDI) funding, the majority of projects are underway and on track to be completed during the year. In the first 9 months, the board has allocated \$65k from their community grants fund and has \$91k remaining to allocate for the rest of the financial year.

Revenue is slightly behind budget for the year to date and relates to the Albany Stadium Pool.

The majority of the capital investment so far this financial year has occurred in the Community Services activity (\$1.6m) and Parks, Sport and Recreation activity (\$1.4m) with a further \$853k spent in the Planning and Development activity. There have been no major risks to the delivery of projects identified to 31 March 2018.

## Operating Revenue



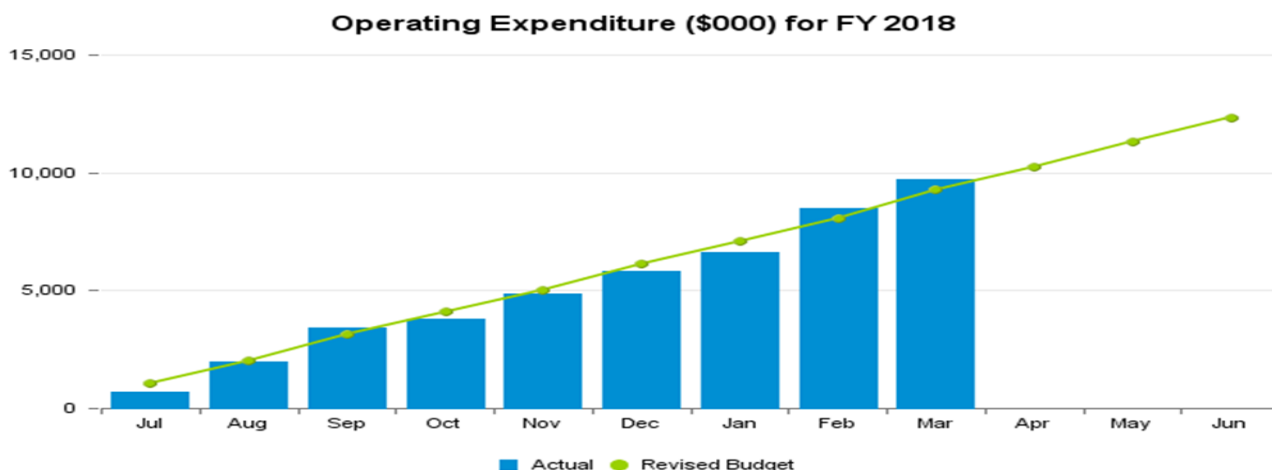
## Operating Revenue

█ 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	61	41	20	55	55
Local parks, sport and recreation	1,535	1,808	(273)	2,411	2,411
<b>Total Operating Revenue</b>	<b>1,596</b>	<b>1,849</b>	<b>(253)</b>	<b>2,466</b>	<b>2,466</b>

Operating revenue is behind budget for the year to date. This relates to the Albany Stadium Pool in both the fitness and aquatics areas due to a closure of facilities for a period during the first half of the financial year. Following this closure, the revenue has been on track with budget.

## 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	1,914	1,974	60	2,740	2,730
Local environmental management	139	150	11	197	197
Local governance	814	814	0	1,085	1,085
Local parks, sport and recreation	6,080	5,569	(511)	7,517	7,181
Local planning and development	752	764	12	809	809
<b>Total Operating Expenditure</b>	<b>9,699</b>	<b>9,271</b>	<b>(428)</b>	<b>12,348</b>	<b>12,002</b>

The overall operating expenditure variance is \$428k above budget for the year to date.

Locally driven initiative funded projects are \$130k below budget to date. In the first 9 months, the board allocated \$65k from their community grants fund and has \$91k remaining to allocate for the rest of the financial year. The majority of LDI projects are underway and there are no major risks to overall delivery of these projects, however there are a few projects which may need to be considered for deferral to the 2018/19 delivery year due to timing issues.

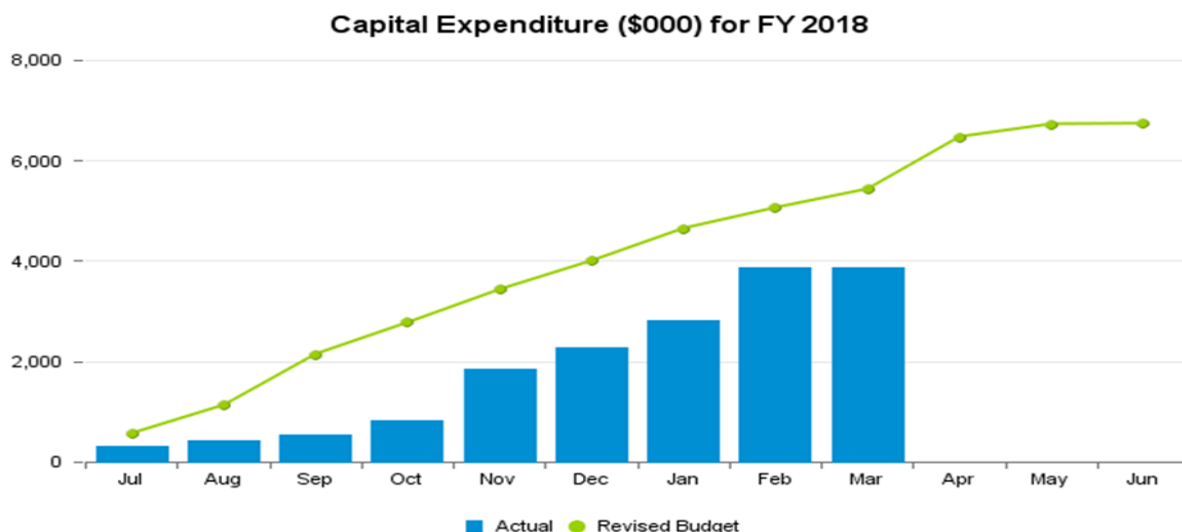
The overspend in operating expenditure is mainly due to projects in asset based services. There was an expectation of budget variances under the new Project 17 full facility maintenance contracts until baselines at local board level are established at the end of this financial year. The trend may continue 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 March 2018 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	132	132	0	176	176
Albany Coco	60	60	0	60	60
ANZAC	0	0	0	10	10
Community placemaking initiatives	80	66	(14)	88	88
Event partnership	19	9	(10)	19	19
Inclusion and diversity	8	15	7	20	20
Local civic functions	1	17	16	20	10
Local community grants	66	78	12	156	156
Maori responsiveness	0	4	4	5	5
Movies in parks local	0	0	0	36	36
Youth programmes community development	12	19	7	25	25
<b>Total Local community services</b>	<b>376</b>	<b>400</b>	<b>24</b>	<b>614</b>	<b>604</b>
Environment response fund	45	40	(5)	50	50
Industry Pollution Prevention Programme	17	20	3	20	20
Sustainable Schools Project	2	10	8	20	20
<b>Total Local environmental management</b>	<b>64</b>	<b>70</b>	<b>6</b>	<b>90</b>	<b>90</b>
LDI Volunteers parks	18	28	10	40	40
Local parks art work maintenance	0	6	6	8	8
Parks maintenance - reserve planting	0	14	14	20	20
Parks strategic fund	4	91	87	130	130
Tennis Northern operational grant	30	0	(30)	30	30
<b>Total Local parks, sport and recreation</b>	<b>52</b>	<b>139</b>	<b>87</b>	<b>228</b>	<b>228</b>
Planning and development response fund	0	13	13	17	17
Support international education providers	0	0	0	10	10
Young Enterprise Scheme	0	2	2	2	2
<b>Total Local planning and development</b>	<b>0</b>	<b>15</b>	<b>15</b>	<b>29</b>	<b>29</b>
<b>Total</b>	<b>493</b>	<b>623</b>	<b>130</b>	<b>961</b>	<b>951</b>

## Capital Expenditure



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	1,594	1,804	210	2,017	3,147
Local parks, sport and recreation	1,407	3,494	2,087	3,907	2,690
Local planning and development	853	135	(718)	815	0
<b>Total Capital Expenditure</b>	<b>3,854</b>	<b>5,433</b>	<b>1,579</b>	<b>6,739</b>	<b>5,837</b>

The Upper Harbour Local Board capital delivery is 57% to date against a \$6.7m total budget for the 2017/2018 year. Capital projects underway include Hobsonville Corridor Reserves, Community House development at Hobsonville Point, Albany Community Hub, facility renewals at Albany Village Hall and Sunderland Lounge, and surface renewal at Bay City Park.

From the LDI Capex fund, there is still a portion of the 3 year LDI Capex funding unallocated, the majority of this balance has been rolled into 2018/19 and is still available for future allocation to projects. In the third quarter, the local board allocated a further \$60k to projects from the LDI Capex fund.

**The detailed capital expenditure by project for the year to date to 31 March 2018 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
Community house development (Hobsonville Point)	1,167	1,406	239	1,572	1,900
Community hub (Albany)	337	267	(70)	298	1,087
ACE - Community house and centre renewals	91	131	40	147	74
Local library renewals	0	0	0	0	86
<b>Community services</b>	<b>1,594</b>	<b>1,804</b>	<b>210</b>	<b>2,017</b>	<b>3,147</b>
Parks - Asset renewals	875	1,714	839	1,917	1,415
Sport development	180	1,006	826	1,124	120
Locally driven initiatives (LDI Capex)	104	307	203	344	460
Parks - Coastal asset renewals	79	287	208	321	245
General park development	26	157	131	176	450
Parks - Sports fields renewals	0	22	22	25	0
Leisure facility equipment renewals	15	0	(15)	0	0
Playscape development	4	0	(4)	0	0
Stadium Pool (Albany)	123	0	(123)	0	0
<b>Parks sport and recreation</b>	<b>1,407</b>	<b>3,494</b>	<b>2,087</b>	<b>3,907</b>	<b>2,690</b>
Reserves one two and three PC14 (Hobsonville Corridor)	853	135	(718)	815	0
<b>Planning</b>	<b>853</b>	<b>135</b>	<b>(718)</b>	<b>815</b>	<b>0</b>
<b>Total</b>	<b>3,854</b>	<b>5,432</b>	<b>1,578</b>	<b>6,739</b>	<b>5,837</b>
<b>Subsidies and grants</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>