

Hibiscus and Bays Local Board Financial Performance to 30 June 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)	3,321	3,033	288	3,033	3,033
Operating expenditure (ABS)	15,223	13,218	(2,005)	13,218	12,705
Operating expenditure (LDI)	1,388	2,027	639	2,027	1,568
Operating expenditure (LGS)	1,123	1,123	0	1,123	1,123
Net Cost of Service	14,413	13,335	(1,078)	13,335	12,362
Subsidies and grants for capital expenditure	1,148	0	1,148	0	0
Capital expenditure	6,160	10,034	3,874	10,034	6,781

The Hibiscus and Bays Local Board has invested \$6.2m in capital expenditure and \$14.4m in net operating expenditure for the year to 30 June 2018.

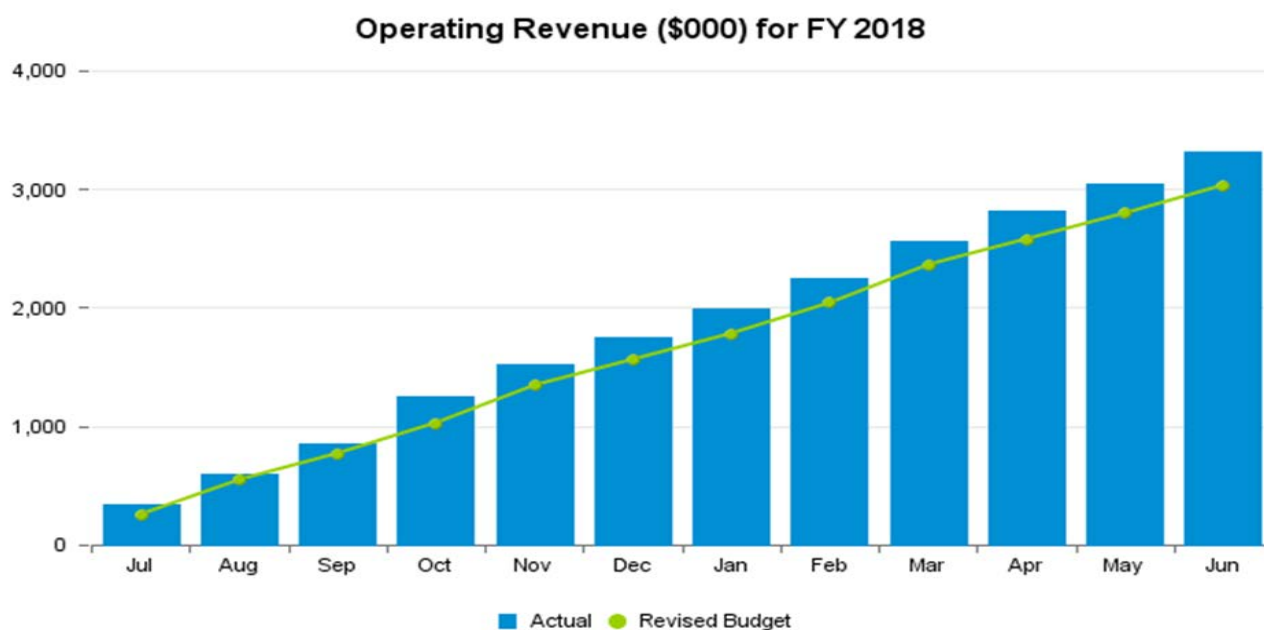
Net cost of service was \$1.1m unfavourable to budget for the year. The overspend in asset based services expenditure of \$2.0m mainly related to projects in the Parks, Sports and Recreation activity.

From the local boards' Locally Driven Initiatives (LDI) funding, the majority of projects were completed and where required, budget has been carried forward to 2018/19 to ensure all planned projects can be completed.

Revenue was favourable to budget for the year and this relates to various facilities across the local board area.

The majority of the capital investment this financial year has occurred in the Parks, Sport and Recreation activity (\$5.8m). Projects that have not been completed and will require budget to be carried forward to 2018/19 have been highlighted in the work programme update to 30 June 2018.

Operating Revenue



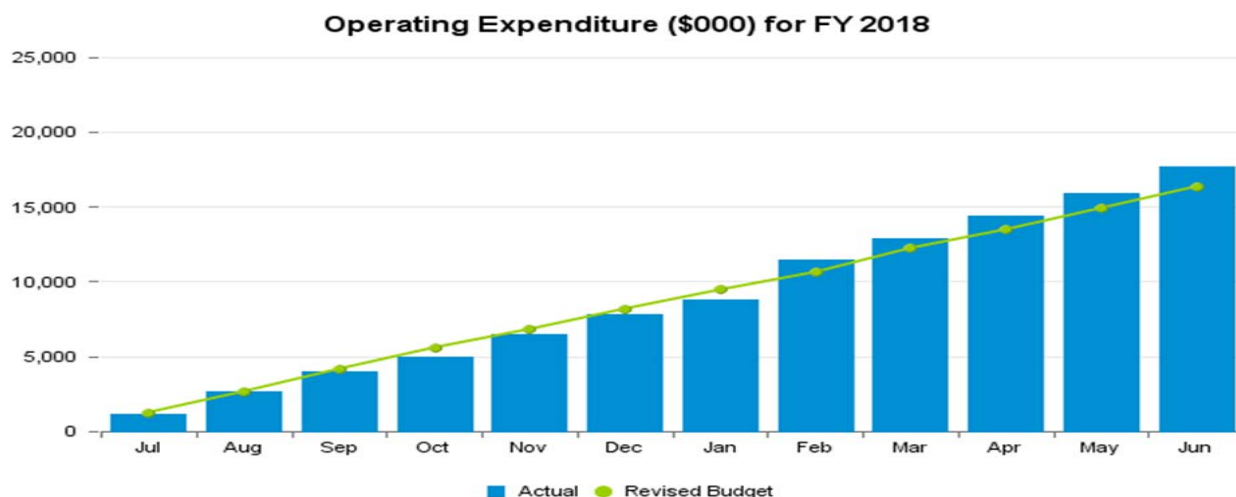
Operating Revenue

█ 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	161	93	68	93	93
Local parks, sport and recreation	3,160	2,940	220	2,940	2,940
Total Operating Revenue	3,321	3,033	288	3,033	3,033

Operating revenue was slightly above budget for the 2017/18 year. The main contributors to this positive variance were the Orewa Community Centre, Orewa Library and Stanmore Bay Pool and Leisure Centre.

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	4,322	4,655	333	4,655	4,433
Local environmental management	120	120	0	120	120
Local governance	1,123	1,123	0	1,123	1,123
Local parks, sport and recreation	11,685	9,933	(1,752)	9,933	9,090
Local planning and development	484	538	54	538	630
Total Operating Expenditure	17,734	16,369	(1,365)	16,369	15,396

The overall operating expenditure variance is \$1.4m unfavourable to budget for the 2017/18 year.

Locally driven initiative (LDI) projects were \$639k below budget for the year. During the quarter, the local board allocated \$30k for a 360 degree governance and operations review of the Hibiscus Coast Youth Council, \$108k for development of sport pavilion design-build plans at Metro Park and \$10k to the East Coast Bays Rugby League Club for completion of a building feasibility and options analysis. Local operating community grants of \$350k were also allocated to community groups throughout the year. The majority of LDI projects were completed within budgets and those projects which were not finished will have budget carried forward to the 2018/19 year to ensure they can be completed. These projects include actions from centre plans, economic initiatives, greenways plans, community grants, Silverdale Bowling Club feasibility study and Mairangi Bay reserve management plan.

The overspend in operating expenditure is due to projects in asset based services. The main cause of this variance is due to the remapping of the new Project 17 full facility maintenance contract assets during the year to the correct local boards, causing increased costs to come in at a local board level. There were also slightly higher than anticipated maintenance costs at Stanmore Bay Pool and Leisure Centre.

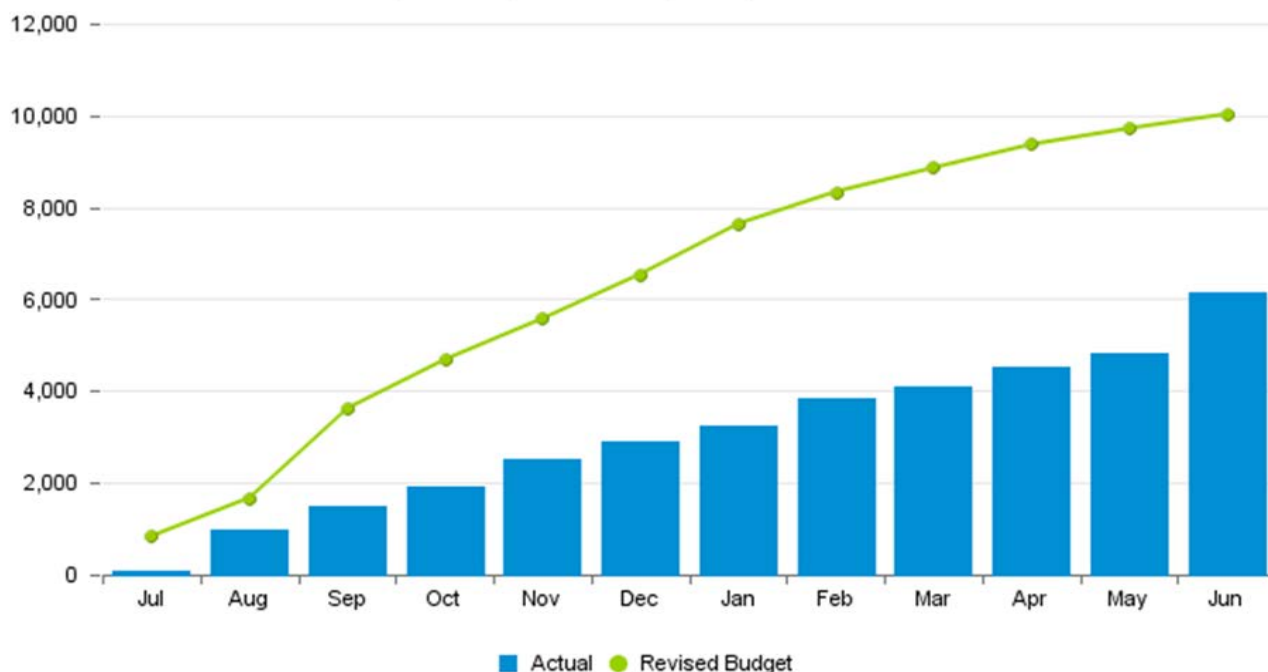
The detailed LDI expenditure by project for the year to 30 June 2018 is reflected in the following schedule.

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	94	94	0	94	94
Actions from centre plans	0	105	105	105	105
ANZAC	9	15	6	15	15
Capacity building programme	166	176	10	176	131
CDAC Facility assessment	0	5	5	5	0
Community wellbeing programmes	54	57	3	57	57
Estuary Arts top up	50	50	0	50	50
Event partnership	69	79	10	79	79
Local civic functions	10	20	10	20	20
Local community grants	333	540	207	540	493
Local events fund	17	24	7	24	24
Youth Panels Initiatives	48	30	(18)	30	10
Total Local community services	849	1,195	345	1,195	1,078
Environmental management programmes	120	120	0	120	120
Total Local environmental management	120	120	0	120	120
Actions from centre plans	0	151	151	151	0
Centennial Park Volunteers	10	10	0	10	10
Creating a Maori identity	8	10	2	10	10
Greenways plans	19	84	65	84	0
LDI Volunteers parks	70	71	1	71	70
Mairangi Bay RMP Implementation	21	30	9	30	30
Metropark changing room	10	5	(5)	5	0
Parks strategic fund	158	80	(78)	80	50
Reserve management plans opex	75	95	20	95	70
Sherwood toilet planning	0	34	34	34	0
Silverdale Bowling Club Feasibility Study	8	50	42	50	50
Total Local parks, sport and recreation	379	620	241	620	290
Develop a strategy for eco tourism	29	50	21	50	50
Economic initiatives	0	30	30	30	30
Visitor promotion	11	12	1	12	0
Total Local planning and development	40	92	52	92	80
Total	1,388	2,027	639	2,027	1,568

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	325	903	578	903	664
Local parks, sport and recreation	5,835	9,131	3,296	9,131	6,117
Total Capital Expenditure	6,160	10,034	3,874	10,034	6,781

The Hibiscus and Bays Local Board capital delivery was 61% against a \$10.0m total budget for the 2017/18 year. Capital projects underway or complete include the splashpad at Stanmore Bay, Orewa seawall planning, playground at Long Bay Reserve, Metropark east walkway, Mairangi Bay carpark, various sportsfield developments, walkway renewal at Titan Reserve, Sherwood Reserve toilet, and track realignment at Long Bay.

A capital contribution of \$1.1m has been received from ANZ to go towards the splashpad at Stanmore Bay which is now open and proving popular.

Projects that have not been fully completed and will require budget to be carried forward to 2018/19 have been highlighted in the Community Facilities work programme update to 30 June 2018.

The detailed capital expenditure by project for the year to 30 June 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
ACE - Leases renewals	8	325	317	325	335
ACE - Community house and centre renewals	180	237	57	237	162
ACE - Art facility renewals	57	195	138	195	75
Library furniture and fitting renewals	3	95	92	95	91
Improvements (Stoney Homestead)	78	51	(27)	51	0
Community services	325	903	578	903	664
Playscape development	1,785	1,811	26	1,811	0
Parks - Asset renewals	1,397	1,659	262	1,659	1,202
Locally driven initiatives (LDI Capex)	264	1,655	1,391	1,655	1,111
Sport development	789	976	187	976	645
Greenway and walkway development	688	765	77	765	0
Parks - Coastal asset renewals	56	655	599	655	770
Parks - Sports fields renewals	129	600	471	600	810
General park development	89	378	289	378	1,550
Leisure facility renewals	33	256	223	256	30
Access coastal protection nourishment (Orewa beach)	392	150	(242)	150	0
Sportsfield (Metropark)	89	81	(8)	81	0
HBC Leisure Centre extension	123	50	(73)	50	0
Mairangi Bay parking upgrades	0	30	30	30	0
Browns Bay parking upgrades	0	66	66	66	0
Parks sport and recreation	5,835	9,131	3,296	9,131	6,117
Total	6,160	10,035	3,875	10,034	6,781
Subsidies and grants for capex	1,148	0	1,148	0	0