

Local Board Financial Performance - Henderson-Massey as at June 2018

Financial Summary

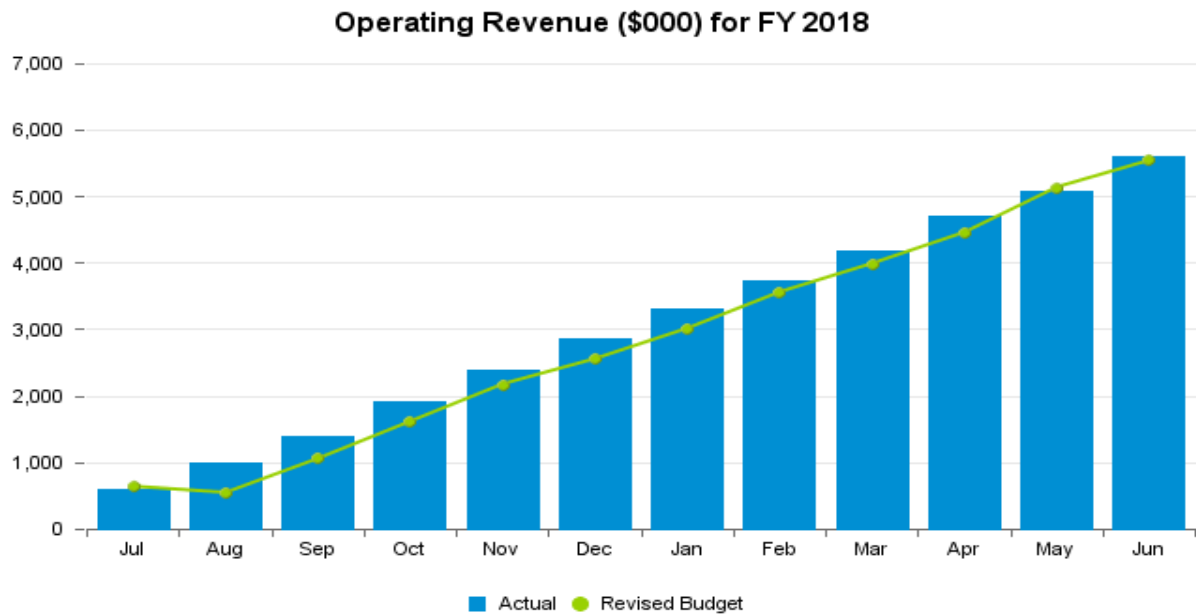
Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Operating revenue (ABS)	5,565	5,533	32	5,533	5,533
Operating revenue (LDI)	28	10	18	10	50
Operating expenditure (ABS)	24,890	21,289	(3,601)	21,289	19,995
Operating expenditure (LDI)	1,730	1,906	176	1,906	1,841
Operating expenditure (LGS)	1,148	1,148	0	1,148	1,148
Net Cost of Service	22,175	18,800	(3,375)	18,800	17,402
Subsidies and grants for capital expenditure	87	0	87	0	0
Capital expenditure	35,618	39,818	4,200	39,818	37,387

The Henderson Massey Local Board invested \$35.6 million in capital expenditure and \$22.2 million net operating expenditure in the local board area, for the year ended 30 June 2018.

The majority of the capital expenditure was in Parks sports and recreation assets of \$28 million with planning/development assets of \$6.5 million. Overall an under-spend of \$4.2 million. However, taking into account the \$6.8 million of costs for open space at Massey North being coded regionally, true capital expenditure in the Henderson Massey local board area for the financial year 2017/18 was \$42.4 million an over spend of \$2.6 million. The majority of the capital investment in the quarter to June was incurred at the Westgate multi-purpose community facility building, Totara stormwater ponds and development of Royal Reserve. Details of the specific assets are on the following pages.

Net cost of service for the year ended 30 June 2018 is \$3.4 million over budget and is explained in the following pages. The main cause of the variance is due to remapping of assets during the year to the correct local board, in the parks, sport and recreation activity, rather than regional to align to the new full facilities contracts, causing more costs to come in at a local board level.

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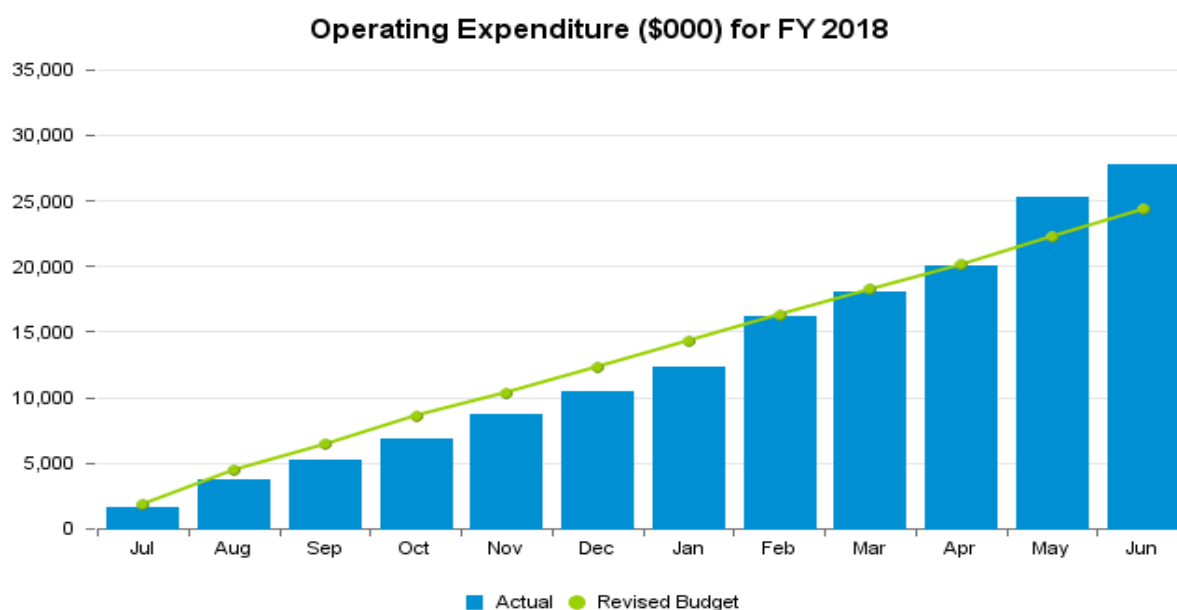


Operating Revenue

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	482	350	132	350	390
Local parks, sport and recreation	5,110	5,193	(83)	5,193	5,193
Total Operating Revenue	5,592	5,543	49	5,543	5,583

Revenue for the financial year 2017/18 is in line with budget. Improved revenue at the Kelston and Te Atatu Peninsula community centres and higher than expected grants for Youth connections was offset by lower than expected revenue at West Wave leisure centre.

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Operating Expenditure

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	7,838	8,255	417	8,255	8,032
Local environmental management	351	351	0	351	423
Local governance	1,148	1,148	0	1,148	1,148
Local parks, sport and recreation	17,057	13,030	(4,027)	13,030	11,826
Local planning and development	1,373	1,560	187	1,560	1,555
Total Operating Expenditure	27,767	24,344	(3,423)	24,344	22,984

Operating expenditure is \$3.4 million above budget.

Higher costs being reported at a local board level is offset by lower administration costs across Libraries and Community centres and carry-forwards of \$114k from the LDI budget. The under-spend in planning and development is depreciation on stormwater development at Westgate which has yet to be capitalised.

The \$62k from Community Response Fund was allocated out to various community groups and the board paid out \$124k as community grants during 2017/18.

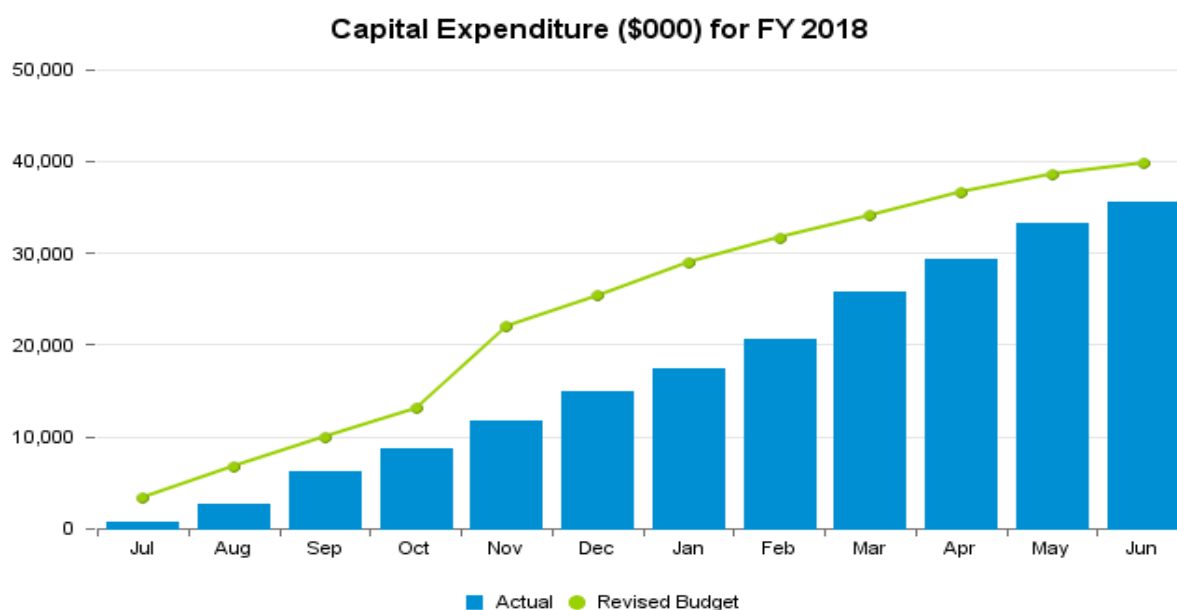
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Locally Driven Initiatives (Operating Expenditure)

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
ACE LDI Staff allocation	204	204	0	204	204
ANZAC	12	15	3	15	15
Capacity building programme	336	293	(43)	293	293
Community Arts Programmes	18	18	0	18	18
Community placemaking initiatives	81	80	(1)	80	80
Community response operating fund	75	72	(3)	72	0
Community safety	29	30	1	30	30
Fees and charges subsidy	1	1	0	1	1
Local civic functions	0	10	10	10	10
Local community grants	116	124	8	124	124
Local events discretionary fund	4	0	(4)	0	0
Local events fund	234	270	36	270	270
Local job opportunities/skill devel	20	20	0	20	20
Maori responsiveness	31	30	(1)	30	30
Neighbourhood development	157	150	(7)	150	150
Older persons	11	10	(1)	10	10
West Recruitment	34	28	(6)	28	28
Youth connections across Auckland	50	50	0	50	(50)
Youth development initiatives	17	75	58	75	75
Total Local community services	1,430	1,480	50	1,480	1,308
Business subsidies - sustainability	2	2	0	2	2
Eco City activation	117	117	0	117	189
Environmental action plan	10	10	0	10	10
Nga Puna Manaaki Inanga project	23	23	0	23	23
Total Local environmental management	151	152	1	152	224
Creating a Maori identity	12	10	(2)	10	10
Henderson Fairy Lights	0	4	4	4	4
LDI Programme Events in local parks	11	20	9	20	20
LDI Volunteers parks	35	39	4	39	39
Recreation programmes	40	40	0	40	40

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Signage plan	17	25	8	25	25
Sports and recreation investigation	1	9	8	9	9
Te Atatu South Park	0	15	15	15	15
Te Atatu Waka Ama	4	30	26	30	30
Te Rangi Hiroa nursery site	0	20	20	20	20
Whau walkway-planning and design	(5)	0	5	0	0
Total Local parks, sport and recreation	116	212	96	212	212
Henderson Urban eco centre	0	0	0	0	40
Locally Driven Initiatives (ATEED)	2	47	45	47	0
Maori enterprise	0	0	0	0	5
Migrant Business Support program	3	0	(3)	0	0
Planning support	0	5	5	5	0
Young Enterprise Scheme	0	0	0	0	2
Total Local planning and development	5	52	47	52	47
Total	1,702	1,896	194	1,896	1,791

Local Board Financial Performance - Henderson-Massey as at June 2018



Capital Expenditure

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	615	632	17	632	64
Local environmental management	28	0	(28)	0	0
Local parks, sport and recreation	28,430	27,294	(1,136)	27,294	22,143
Local planning and development	6,545	11,892	5,347	11,892	15,180
Total Capital Expenditure	35,618	39,818	4,200	39,818	37,387

The majority of the capital spend in the year ending June 2018 was incurred at the Westgate multi- purpose community facility building, sportsfield development at Massey Domain and Moire Park, development of Royal Reserve and Stormwater ponds at Westgate.

The under-spend in Local Planning and development activity is mainly due to, Open spaces-Massey North \$6.8 million cost to date coded regionally, offset by \$3 million over spend for the Totara ponds (\$6.5 million in total). The over spend in Local parks, sport and recreation activity is due to an additional \$2.8 million spend on the Multi-purpose community facility (Westgate) this year, offset by lesser than expected spend in General park development and West Wave Leisure Pool renewal.

Local Board Financial Performance - Henderson-Massey as at June 2018

Capital Expenditure: All Projects

Project Name	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
ACE - Community house and centre renewals	464	461	(3)	461	18
ACE - Art facility renewals	127	125	(2)	125	0
ACE - Leases renewals	18	46	28	46	46
Youth facility (Massey North)	6	0	(6)	0	0
Community services (GoA)	615	632	17	632	64
Multi-purpose community facility (Westgate)	18,803	16,000	(2,803)	16,000	16,000
General park development	2,783	3,621	838	3,621	0
Sport development	3,259	2,998	(261)	2,998	665
Parks - Asset renewals	2,443	2,779	336	2,779	2,806
Leisure facility building renewals	767	1,004	237	1,004	375
Parks - Sports fields renewals	244	406	162	406	554
General park restoration (SH16/20)	9	217	208	217	292
Parks - Coastal asset renewals	23	167	144	167	19
Greenway and walkway development	3	102	99	102	102
ACE - Community house and centre renewals	3	0	(3)	0	0
ACE - Leases renewals	38	0	(38)	0	0
Building Upgrades	(10)	0	10	0	0
Leisure facility equipment renewals	17	0	(17)	0	0
Locally driven initiatives (LDI Capex)	22	0	(22)	0	1,331
Local park car park renewals	1	0	(1)	0	0
Local park coastal structure development	1	0	(1)	0	0
Recreation centre (Te Rangi Hiroa)	22	0	(22)	0	0
Te Pai Netball Centre	1	0	(1)	0	0
Parks sport and recreation (GoA)	28,430	27,294	(1,136)	27,294	22,143
Open spaces (Massey North)	0	8,206	8,206	8,206	6,474
Stormwater PC15 (Totara ponds)	6,479	3,386	(3,093)	3,386	3,862
Stormwater PC14 (Waiarohia ponds)	18	300	282	300	4,845
Town square PC15 (Massey North)	48	0	(48)	0	0
Planning (GoA)	6,545	11,892	5,347	11,892	15,180
SW_EP_Environmental collaboration	28	0	(28)	0	0
Stormwater management (GoA)	28	0	(28)	0	0
Total	35,618	39,818	4,200	39,818	37,387
Subsidies and grants for capital expenditure	87	0	87	0	0

