

Local Board Financial Performance - Mangere-Otahuhu as at 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)	1,463	1,457	6	1,457	1,457
Operating revenue (LDI)	2	10	(8)	10	0
Operating expenditure (ABS)	17,100	15,646	(1,454)	15,646	14,923
Operating expenditure (LDI)	1,767	2,213	446	2,213	2,054
Operating expenditure (LGS)	1,084	1,084	0	1,084	1,084
Net Cost of Service	18,486	17,476	(1,010)	17,476	16,604
Capital expenditure	2,655	7,067	4,412	7,067	8,310

Year ended 30 June 2018 results compared to revised budget.

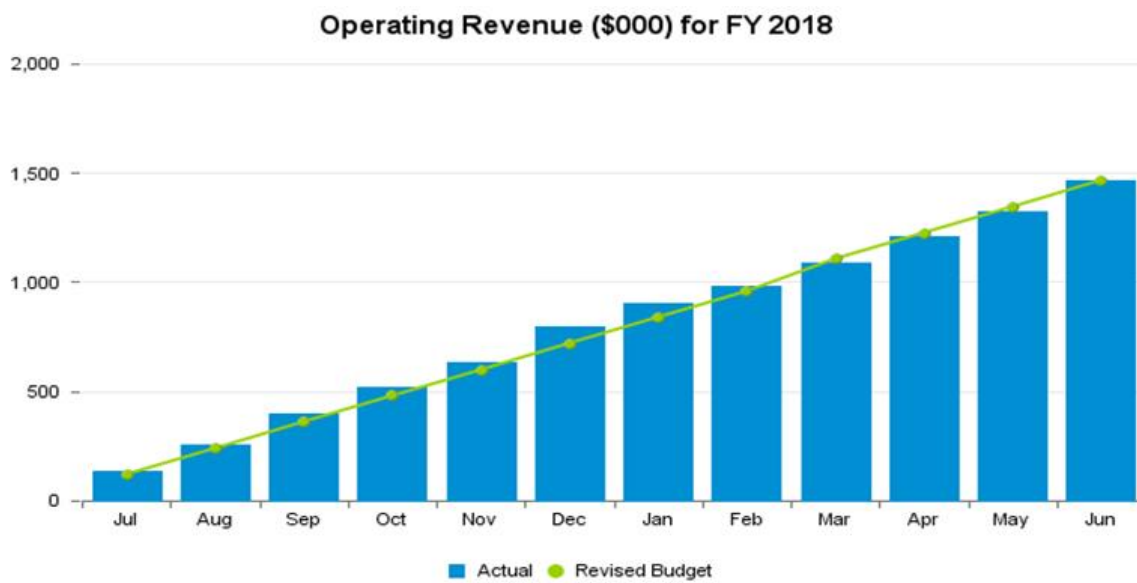
Overall operating result at \$18.4m is 6% (\$1m) above budget.

Operating revenue is \$1.46m and is near to budget. Higher revenue from community halls and community centres offset lower revenue from leisure facilities membership.

Operating expenditure is nearly \$20m and is 5% (\$1m) above the budget. Asset Based Services (ABS) expenditure is above budget by \$1.4m mainly in fully facility parks contract. With the introduction of the new P17 maintenance contracts, the majority of works is now delivered under outcome based (lump sum) rather than prescriptive under the old contracts. This is not reflected in the revised budget. The remapping of the assets to the correct local board to align to the new contracts rather than regional has also contributed to higher cost against the local board. Locally Driven initiative projects are 80% (\$1.76m) completed. The budget for some projects such as mangrove removal has been approved for deferral and delivery in the next financial year.

Capital expenditure is \$2.6m and is 62% (\$4.4m) below budget. Projects that are delayed include asset renewals, town centre renewal and LDI capex such as the Walter Massey Park walkway renewal which is on hold pending the potential development of new facilities to meet the wider community needs.

Local Board Financial Performance - Mangere-Otahuhu as at June 2018

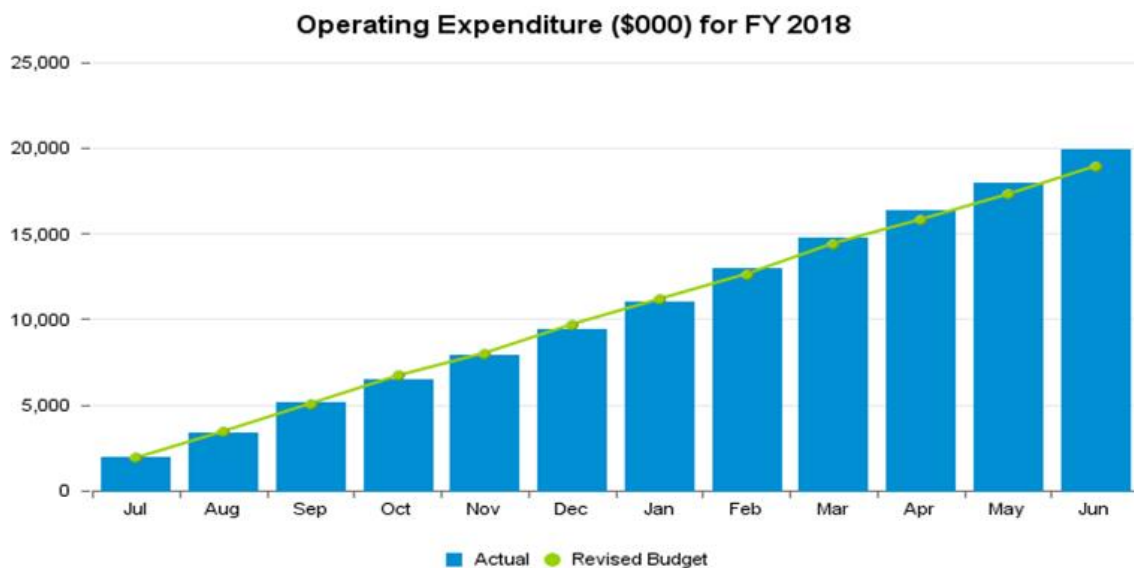


Operating Revenue

█ 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	473	350	123	350	340
Local parks, sport and recreation	992	1,117	(125)	1,117	1,117
Total Operating Revenue	1,465	1,467	(2)	1,467	1,457

Local Board Financial Performance - Mangere-Otahuhu as at June 2018



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	8,079	8,341	262	8,341	8,260
Local environmental management	171	184	13	184	160
Local governance	1,084	1,084	0	1,084	1,084
Local parks, sport and recreation	9,025	7,555	(1,470)	7,555	6,807
Local planning and development	1,591	1,780	189	1,780	1,750
Total Operating Expenditure	19,950	18,944	(1,006)	18,944	18,061

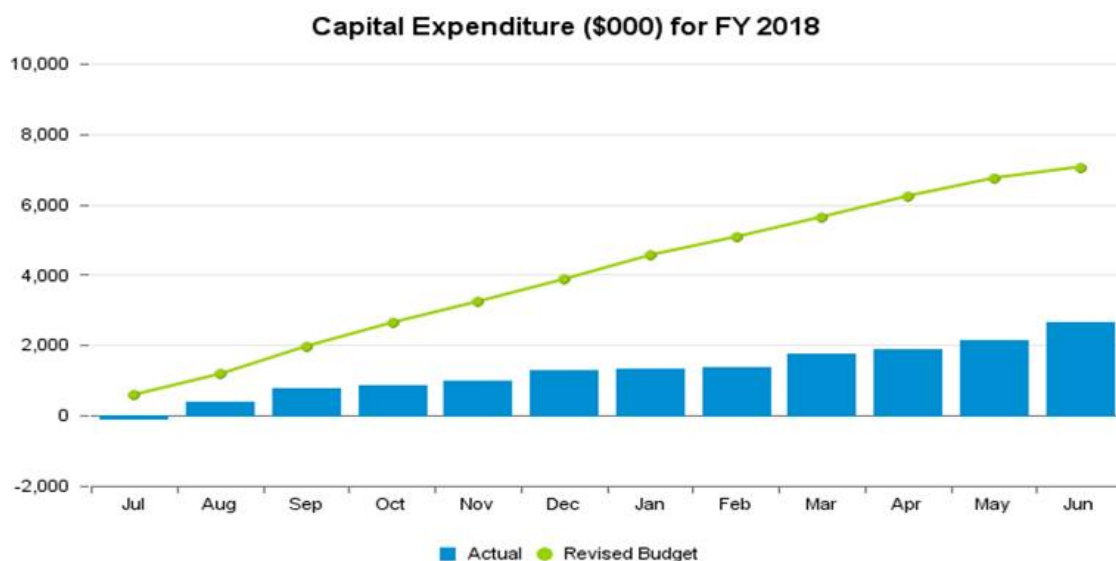
Locally Driven Initiatives (Operating Expenditure)

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
ACE LDI Staff allocation	181	181	0	181	181
ANZAC	21	25	4	25	25
Art in public places	20	20	0	20	20
Assess options for multi-use facility in Mangere East	49	50	1	50	0
CAB Service in Otahuhu - Toia	26	26	0	26	26
Capacity building programme	8	8	0	8	0
CCTV and town centre safety initiatives	233	264	31	264	262
Community Arts Programmes	100	100	0	100	100
Community Gardens	5	15	10	15	15
Community placemaking initiatives	20	20	0	20	20
Community response operating fund	(37)	148	185	148	98
Community safety	3	7	4	7	0
Community volunteer awards	2	0	(2)	0	0
Extended Library hours	74	74	0	74	74
Local civic functions	5	7	2	7	7
Local community grants	240	207	(33)	207	207
Local events fund	77	73	(4)	73	73
Mangere Arts Centre business plan initiatives delivery	65	56	(9)	56	40
Maori responsiveness	5	5	0	5	5
Signature Arts and cultural event	60	60	0	60	60
Social Enterprise	30	30	0	30	30
Teaching Gardens Otahuhu	10	12	2	12	12
Youth connections across Auckland	60	60	0	60	110
Youth programmes community development	18	20	2	20	20
Total Local community services	1,274	1,468	194	1,468	1,385

Locally Driven Initiatives (Operating Expenditure)

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Develop Industry Pollution Programme (continuation)	40	40	0	40	20
Environment initiatives including Manukau Harbour and Tamaki Estuary	125	136	11	136	132
Manukau Harbour forum contribution	7	8	1	8	8
Total Local environmental management	171	184	13	184	160
Creating a Maori identity	12	10	(2)	10	10
Facility Partnership Programme	134	150	16	150	150
Green assets (Mangere-Otahuhu)	18	20	2	20	20
LDI Programme Events in local parks	29	20	(9)	20	20
LDI Volunteers parks	34	15	(19)	15	15
Mangrove management and removal	25	175	150	175	175
Sports and recreation investigation	20	20	0	20	20
Teaching Gardens Otahuhu	0	12	12	12	0
Total Local parks, sport and recreation	273	422	149	422	410
LDI Heritage Survey	0	45	45	45	45
Local Economic Development Program	0	30	30	30	50
Locally Driven Initiatives (ATEED)	48	54	6	54	0
World Masters Games	(1)	0	1	0	0
Young Enterprise Scheme	0	0	0	0	4
Total Local planning and development	47	129	82	129	99
Total	1,765	2,203	438	2,203	2,054

Local Board Financial Performance - Mangere-Otahuhu 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	317	944	627	944	940
Local parks, sport and recreation	1,240	3,228	1,988	3,228	5,027
Local planning and development	1,098	2,895	1,797	2,895	2,343
Total Capital Expenditure	2,655	7,067	4,412	7,067	8,310

Capital expenditure of \$2.6m is mainly invested on town centre renewals, asset renewals in parks, leisure facility building, lease renewals and art facility renewals.

Projects which are behind budget include:

- Town centre streetscape upgrade connecting with new public transport infrastructure, and Toia (recreation precinct). This is now at detailed design stage. There have been some delays due to outstanding decisions around the Princes Street intersection. Agreement on design also needs to be reached with Ōtāhuhu Primary School. Vector and Chorus have commenced work on Station Road, and council's work on the upgrade will follow this.
- Work is progressing on Sturges Park and Boggust Park which are in the design phase.
- On community house refurbishment, a draft conservation report has been submitted and is in review.
- Walter Massey Park walkway renewal is on hold pending the potential development of new facilities to meet the wider community of users.

Further details of capital delivery by projects are provided in the work programme 2017/2018.

Local Board Financial Performance - Mangere-Otahuhu 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	34	368	334	368	310
ACE - Leases renewals	155	359	204	359	450
ACE - Art facility renewals	110	199	89	199	95
Local library renewals	18	19	1	19	10
Library furniture and fitting renewals	0	0	0	0	75
Community services (GoA)	317	944	627	944	940
Parks - Asset renewals	779	1,507	728	1,507	1,496
Locally driven initiatives (LDI Capex)	11	603	592	603	1,118
Greenway and walkway development	125	400	275	400	2,033
Leisure facility building renewals	325	270	(55)	270	162
Parks - Coastal asset renewals	0	201	201	201	43
General park development	2	140	138	140	150
Parks - Sports fields renewals	5	105	100	105	0
Leisure facility equipment renewals	9	0	(9)	0	0
Playscape development	0	0	0	0	25
Sports park public convenience renewals	(20)	0	20	0	0
Town centre canopy (Mangere)	4	0	(4)	0	0
Parks sport and recreation (GoA)	1,240	3,228	1,988	3,228	5,027
Town Centre Revitalisation	1,098	2,895	1,797	2,895	2,343
Planning (GoA)	1,098	2,895	1,797	2,895	2,343
Total	2,655	7,066	4,411	7,067	8,309