

# Operating performance financial summary

## Operating performance

\$(000's)	FY 2019 Quarter 2			FY 2019	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
<b>Net operating expenditure</b>	<b>5,200</b>	<b>5,595</b>	<b>395</b>	<b>10,519</b>	<b>9,588</b>
<b>Operating revenue</b>	<b>811</b>	<b>847</b>	<b>(36)</b>	<b>1,619</b>	<b>1,594</b>
Community services	811	847	(36)	1,619	1,594
<b>Operating expenditure</b>	<b>5,990</b>	<b>6,443</b>	<b>49</b>	<b>12,137</b>	<b>11,182</b>
Community services	4,848	5,238	390	9,966	9,109
Environmental services	33	27	(6)	55	55
Governance	441	441	0	871	871
Planning	668	737	49	1,245	1,147

Note: Includes Asset Based Services and LDI

## LDI by activity

\$(000's)	FY19 Quarter 2			FY 19	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
<b>Operating expenditure</b>	<b>684</b>	<b>912</b>	<b>228</b>	<b>1,596</b>	<b>1,345</b>
Community services	643	829	186	1,330	1,177
Environmental services	31	24	(7)	50	50
Planning	10	59	49	217	0

## Commentary

Net operating expenditure at the end of the quarter was \$5.2 million a variance of \$395,000 below budget.

Operating revenue year to date is in line with budget. Revenue from council managed venues for hire is tracking ahead of budget driven by higher than planned booking hours. Mixed results for Takapuna Leisure Centre in the quarter. Active visits were down compared to the same period the previous year however membership numbers have increased slightly. Occupancy at Kauri Kids childcare centre has also increased. The pool closure in December affected aquatic revenue and the swim school needed to finish earlier than usual.

Overall operating expenditure is also tracking to budget. The \$390,000 variance for community services is related to phasing of LDI budgets and lower than planned expenditure on parks maintenance. Contractor performance was at 93% for the 918 audits conducted this year.

LDI expenditure is tracking below budget. The board have allocated \$20,000 to support businesses affected by the upgrade of Hurstmere Road. Staff are waiting for proposals to be submitted from the Takapuna Beach Business Association prior to seeking approval from the local board to utilise the funds. A risk has been flagged in relation to this project if suitable initiatives are not put forward or a need is for the funds are not identified. The Korean Garden project is still progressing, staff are assisting the Korean Garden Trust through the consenting process. The board have allocated funding to the business improvement districts for events and initiatives this year. Proposals will be presented to the board in February following which the funds can be released.

## LDI Operating Expenditure – all projects

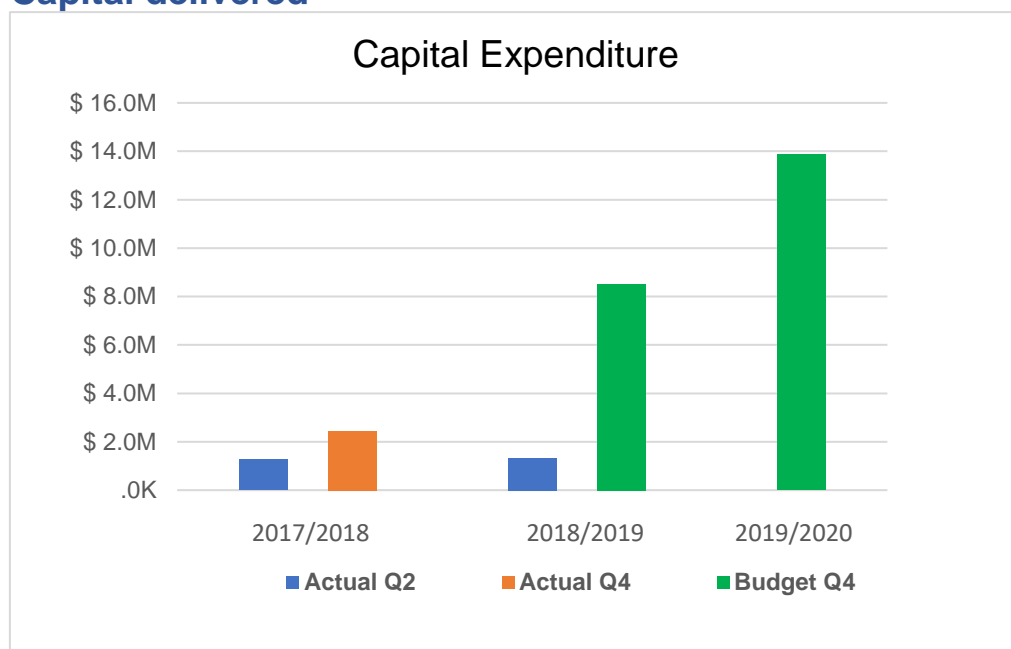
Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
3rd Party facility Sport and Rec service assessment	0	15	15	15	15
ACE LDI Staff allocation	96	96	0	191	191
ANCAD	50	50	0	50	50
ANZAC	1	0	(1)	31	31
Barry's Point reserve development plan	0	1	1	3	0
BMX Service assessment	0	6	6	15	15
Devonport historical and museum society	20	20	0	20	20
Devonport peninsular trust	140	140	0	140	140
Ethnic and diverse communities:	0	5	5	10	10
Event partnership	29	29	0	29	29
Extended library hours	36	36	0	72	72
Inclusion and diversity	0	0	0	10	10
Korean Garden grant	0	50	50	150	0
LDI Programme Events in local parks	0	0	0	15	15
LDI Volunteers parks	12	20	8	52	45
Local civic functions	8	7	(1)	10	10
Local community grants	84	151	67	245	302

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Maori responsiveness	0	5	5	10	10
North Shore Brass	17	17	0	17	17
Parks for physical fitness service assessment	0	6	6	15	15
Parks response fund	(8)	0	8	0	0
Sunnynook Wheeled sports svc assessment	0	6	6	15	15
Takapuna Beach Reserve feasibility	7	13	6	50	0
Takapuna community facilities trust	150	150	0	150	150
Youth programmes community development	0	8	8	15	15
<b>Total Community services</b>	<b>643</b>	<b>829</b>	<b>186</b>	<b>1,330</b>	<b>1,177</b>
Northwest Wildlink	31	24	(7)	50	50
<b>Total Environmental services</b>	<b>31</b>	<b>24</b>	<b>(7)</b>	<b>50</b>	<b>50</b>
Heritage protection project	0	10	10	20	20
Locally Driven Initiatives (ATEED)	10	49	39	156	98
Planning and development response fund	0	0	0	41	0
<b>Total Planning</b>	<b>10</b>	<b>59</b>	<b>49</b>	<b>217</b>	<b>118</b>
<b>Total</b>	<b>684</b>	<b>912</b>	<b>228</b>	<b>1,596</b>	<b>1,345</b>

## Capital expenditure

\$(000's)	FY 2019 Quarter 2			FY 2019	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
<b>Capital expenditure</b>	<b>1,337</b>	<b>2,752</b>	<b>1,415</b>	<b>8,500</b>	<b>11,770</b>
Community services	1,173	2,634	1,461	6,331	6,148
Planning	164	118	(46)	2,169	5622

## Capital delivered



## Commentary

Total capital expenditure at the end of the second quarter is tracking well below budget at \$1.4 million.

There are several significant capital projects in the work programme that have either just entered the construction phase or out for tenders. An increase in expenditure is expected in the next two quarters.

The Sunnynook Park sports field works are underway and weather permitting works are planned to be completed for the winter sports season. Spend to date on the project is at \$203,000.

Consent applications have been lodged for the upgrade planned for Allen Hill Reserve. The spend to date on this project is \$181,000.

The Lyford Reserve track improvements have progressed in the quarter and will be completed shortly. The local board provided funding for this project from their LDI capital fund. The spend to date on the project is \$140,000.

The upgrade of Hurstmere Road project is now in detailed design phase with an estimated start date of June 2019.

## Capital Expenditure – all projects

Project Name	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local asset renewals programme	199	1,015	816	2,722	2,686
Parks - Coastal asset renewals	164	761	597	1,347	1,255
Sport development	373	506	133	1,089	1,000
Greenway and walkway development	125	239	114	636	513
Locally driven initiatives (LDI Capex)	149	105	(44)	225	694
Fort Takapuna Heritage Project	48	8	(40)	312	0
Art facility renewals	24	0	(24)	0	0
Community house and centre renewals	32	0	(32)	0	0
Leisure facility building renewals	16	0	(16)	0	0
Leisure facility equipment renewals	13	0	(13)	0	0
Local library renewals	19	0	(19)	0	0
Parks - Sports fields renewals	11	0	(11)	0	0
<b>Total Community services</b>	<b>1,173</b>	<b>2,634</b>	<b>1,461</b>	<b>6,331</b>	<b>6,148</b>
Hurstmere Road revitalisation	164	118	(46)	2,169	5,622
<b>Total Planning</b>	<b>164</b>	<b>118</b>	<b>(46)</b>	<b>2,169</b>	<b>5,622</b>
<b>Total</b>	<b>1,337</b>	<b>2,752</b>	<b>1,415</b>	<b>8,500</b>	<b>11,770</b>