

Operating performance financial summary

Operating performance

\$(000's)	FY2019 Quarter 2			FY 2019	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Net operating expenditure	7,229	7,353	124	13,492	12,460
Operating revenue	1,761	1,875	(114)	3,614	3,897
Community services	1,761	1,875	(114)	3,614	3,897
Operating expenditure	8,990	9,228	238	17,107	16,357
Community services	7,649	7,827	178	14,758	14,127
Environmental services	42	87	45	231	162
Governance	472	480	8	950	950
Planning	827	834	7	1,168	1,118

LDI by activity

Operating expenditure				
Community services	480	846	366	1,571
Environmental services	40	85	45	157
Planning	25	31	6	48
Total	545	962	417	1,776

Commentary

The Ōtara-Papatoetoe Local Board has invested \$7.2 million in net operating expenditure for the half year ended December 2018.

Operating Revenue of \$1.76 million was overall behind budget by \$114,000. Leisure, fitness and recreation services are behind budget by \$147,000 in entrance fees, sales and memberships, and aquatics activities are ahead of budget in sales revenue by \$19,000. Ōtara Music and Arts Centre (OMAC) is below budget by \$15,000 in venue hire, and library services overall have additional revenue of \$29,000 mostly in information and copying services.

Operating Expenditure overall year to date of \$8.99 million, is three per cent below budget, with no significant issues to report.

Locally Driven Initiatives (LDI) operating expenditure is \$417,000 underspent mostly in BID Town Centre initiatives (\$158,000 variance) where accountability reports have recently been received by the local board and Y19 funds are due to be paid in quarter three. No other projects report significant variances or potential non-delivery

Asset Based Services (ABS) operating expenditure is \$179,000 over budget for the year to date. Active recreation services overall are \$214,000 below budget mainly in repairs, while scheduled repairs at Cambria House/Aged Concern are \$131,000 over budget. Other community centres, halls and leases are \$79,000 over budget. Libraries are \$59,000 over budget covering the four libraries for annual leave reductions, plus extra security costs. Arts facilities are \$31,000 better than budget overall especially in staff allocation and outsourcing service costs. Parks services and facility contracts are \$155,000 over budget mostly in response repairs.

LDI Operating 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	97	97	0	194	194
ANZAC	1	0	(1)	25	25
Capacity building programme	48	70	22	96	68
CCTV and town centre safety initiatives	11	169	158	275	360
Community response operating fund	5	10	5	55	236
Community volunteer awards	5	0	(5)	0	0
Creating a Maori identity	0	9	9	23	23
Ecological volunteers environmental programme	1	16	15	40	40
Green assets - LDI	(10)	0	10	0	0
LDI Programme Events in local parks	5	26	21	60	60
Learn to Ride – East Tamaki School	15	30	15	30	30
Liquor licensing objections	5	3	(2)	10	15
Local Arts Grants	15	30	15	30	26
Local civic functions	5	24	19	32	8
Local community grants	189	220	31	329	218
Local events fund	14	39	25	79	79
Manukau Sports Bowl strategic assessment	10	8	(2)	20	20
Maori responsiveness	0	8	8	15	5
Papatoetoe Historical Society	20	20	0	20	20
Play network assessment	2	8	6	20	20
Senior assistance groups	5	17	12	25	25
Urban Forest (Ngahere) strategy	0	6	6	15	15
Youth connections across Auckland	0	0	0	0	50
Youth Development Effectiveness	36	38	2	42	34
Total Community services	480	846	366	1,435	1,571

LDI Operating Expenditure – all projects

Local streams restoration	0	8	8	20	20
Manukau Harbour Forum	0	3	3	10	10
Manukau Harbour forum contribution	1	0	(1)	0	0
Otara Lake and waterways vision	35	39	4	102	102
Puhinui Reserve restoration	2	10	8	20	20
Sustainable Schools Project	0	3	3	29	0
Tamaki Estuary environmental forum	1	2	1	5	5
Waste reduction education and awareness	0	20	20	40	0
Total Environmental services	40	85	45	226	157
Locally Driven Initiatives (ATEED)	25	24	(1)	48	48
Youth connections across Auckland	0	7	7	50	0
Total Planning	25	31	6	98	48
Total	545	962	417	1,759	1,776

Capital expenditure summary

Capital expenditure

\$('000's)	FY2019 Quarter 2			FY 2019	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Community services	2,526	2,403	(123)	6,030	6,439
Total	2,526	2,403	(123)	6,030	6,439

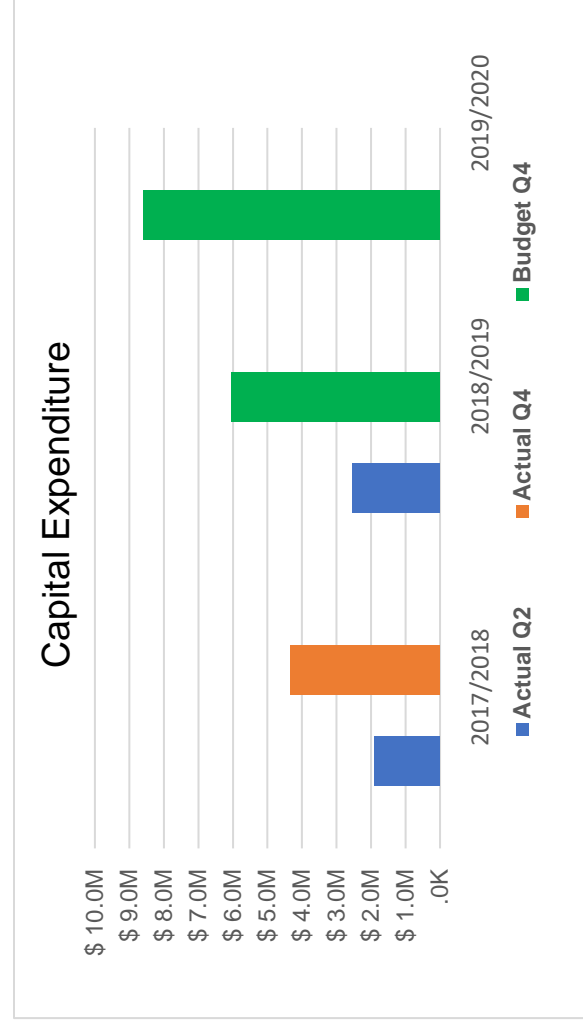
Commentary

The Ōtara-Papatoetoe Local Board invested \$2.5 million in capital expenditure up to the half year ended 31 December 2018.

The 2019 capital programme is ahead of revised budget by \$123,000 and has achieved delivery against the full year of forty-two per cent. This includes carry forward and deferrals of projects and budgets from year 2018.

Major projects completed or in delivery so far this year, are Hayman Park Development (\$1.15 million), Ngati Ōtara Multi-sports Park (\$182,000), Te Puke o Tara Centre (\$280,000), Otamariki playground (\$160,000), Allan Brewster Recreation Centre (\$206,000), Te Pupu Tahi Tanga ki Ōtara Wardens renewals (\$99,000), plus a further \$450,000 on various leisure, library, and parks assets renewals.

Capital delivered



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	415	1,787	1,372	4,792	4,612
Community Facility Upgrade	280	245	(35)	306	0
General park development	1,152	160	(992)	501	500
Locally driven initiatives (LDI Capex)	1	118	117	173	1,072
Sport development	12	50	38	110	90
Multi-sport Facility (Ngati Otara Park)	182	44	(138)	132	150
ACE - Art facility renewals	19	0	(19)	0	0
ACE - Leases renewals	138	0	(138)	0	0
Community facility renewals	1	0	(1)	0	0
Leisure facility building renewals	245	0	(245)	0	0
Leisure facility equipment renewals	31	0	(31)	0	0
Library furniture and fitting renewals	16	0	(16)	0	0
Local library renewals	22	0	(22)	0	0
Minor Fixed Asset	(12)	0	12	0	0
Sports parks	16	0	(16)	0	0
Various parks projects - AT funded	6	0	(6)	0	0
CCTV cameras	0	0	0	15	15
Total Community services	2,526	2,403	(123)	6,030	6,439
Total	2,526	2,403	(123)	6,030	6,439