

Operating performance financial summary

Operating performance

\$(000,s)	FY2019 Quarter 2			FY 2019	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Net operating expenditure	4,877	4,626	(251)	9,102	8,177
Operating revenue	335	270	65	478	478
Community services	335	270	65	478	478
Operating expenditure	5,212	4,896	(316)	9,580	8,655
Community services	4,648	4,283	(365)	8,342	7,529
Environmental services	21	43	22	147	125
Governance	483	483	0	955	955
Planning	60	87	27	136	46

Note: Includes Asset Based and LDI

LDI by activity

Operating expenditure	463	573	110	1082	990
Community services	389	450	61	829	824
Environmental services	18	40	22	142	120
Planning	56	83	27	111	46

Commentary

Net operating expenditure for the six months to 31 December 2018 was \$4.877 million over budget by \$251,000 (5.4%).

Operating revenue of \$335,000 was over budget by \$65,000 (24%) mainly due to higher than anticipated venue for hire revenues mainly from Fickling community centre and Mt Roskill War Memorial Hall, offset by reduction at Wesley Community centre which has been affected by the ongoing maintenance work. In addition, lease revenue of \$35,000 has been received and coded locally in error.

Operating expenditure of \$5.212 million is over budget by \$316,000 (6.4%). The main driver for the overspend relates to the full facility contract maintenance where there has been a major focus on ensuring the contractors are meeting their service delivery outcomes, particularly in the open spaces.

LDI (locally driven initiatives) expenditure of \$463,000 was under budget by \$110,000 (19%). A few projects are behind schedule, namely:

- Delays in scoping and appointment of contractor to deliver on the Healthy Action plan
- Community events yet to be delivered and due to cancellations, the board has \$2500 to reallocate.
- Open space planning provision-initiatives at various stages of progress
- Awaiting detailed design for the daylighting at Keith Hay park
- Local Stream restoration- delayed consent at Freeland reserve
- timing on Mt Roskill village and awaiting decision on Pop Up Business school initiative

These are offset by Strategic relationship grants incurred ahead of schedule.

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)	4	0
Arthur Faulkner Southern courts demolition	0	1	1	2	43
Capacity building - Integrated ACE Activity	0	4	4	8	8
Capacity building programme	45	26	(19)	52	52
Christmas events	12	25	13	25	25
Creating a Maori identity	2	7	5	18	18
Ecological volunteers environmental programme	6	7	1	18	18
Enabling shared use of space - Integrated ACE activity.	0	5	5	10	10
Extended Llibrary hours	5	5	0	10	10
Healthy Puketapapa action plan	0	18	18	35	35
Informal social recreation projects	0	0	0	15	15
Local civic functions	7	13	6	27	26
Local community grants	45	60	15	100	174
Local events discretionary fund	0	34	34	46	46
Local events fund	1	0	(1)	0	0
Manukau Harb/Foreshore pine tree removal	0	12	12	24	24
Movies in parks local	14	14	0	14	14
Native forest maintenance and restoration	0	4	4	8	0

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Neighbours day events	0	3	3	3	3
Open space svc provision planning	0	24	24	65	60
Social innovation and enterprise	0	10	10	10	10
Strategic Relationships	129	50	(79)	102	0
Urban Forest (Ngahere) strategy	0	6	6	15	15
Whare restoration support	25	25	0	25	0
Youth connections across Auckland	0	0	0	0	25
Total Community services	389	450	61	829	824
Carbon reduction initiatives	5	0	(5)	45	35
Healthy homes project	13	14	1	25	13
Local streams restoration	0	18	18	55	55
Manukau Harbour Forum	0	3	3	10	10
Parks maintenance - reserve planting	0	1	1	2	2
Waititiko (Meola Creek) restoration initiative	0	5	5	5	5
Total Environmental services	18	40	22	142	120
Locally Driven Initiatives (ATEED)	0	11	11	26	21
Mt. Roskill Village revitalisation	53	63	10	75	25
Revitalisation of town centres	3	10	7	10	0
Total Planning	56	83	27	111	46
Total	463	573	110	1,082	990

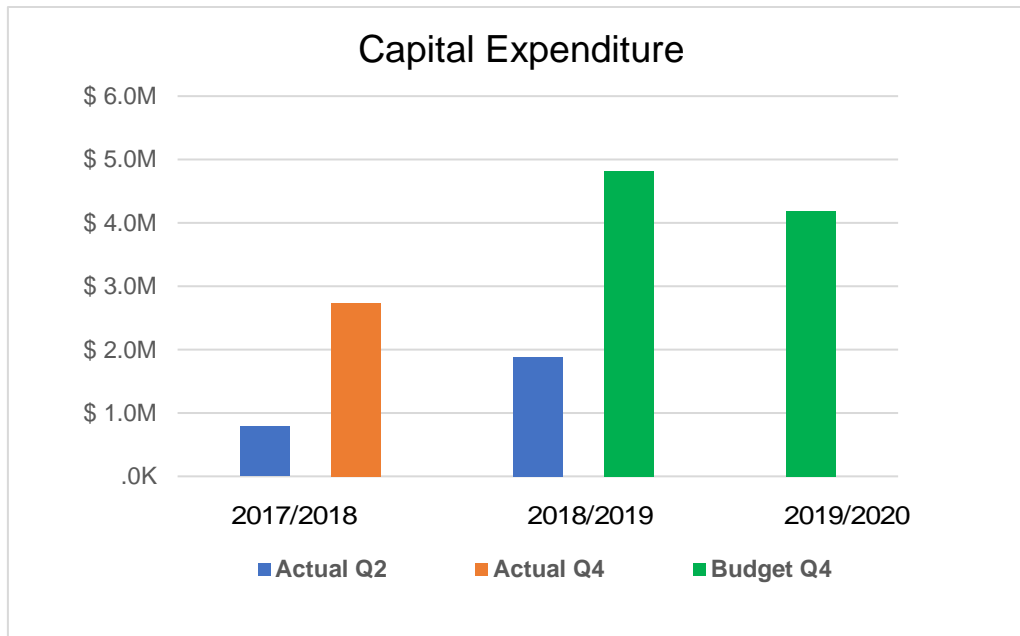
Capital expenditure summary

Capital expenditure

\$(000,s)	FY19 Quarter 2			FY 19	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Capital expenditure	1,885	2,238	353	4,813	4,261
Community services	1,885	2,238	353	4,813	4,261

Note: Includes Asset Based and LDI

Capital delivered



Commentary

Capital expenditure to date is \$1.885 million an under spend of \$353,000.

This is mainly a result of;

Sport development-under budget by \$641,000.

- Mt Roskill War Memorial - install lights on field 1- Physical works are underway with the existing light poles now removed. Poor quality ground conditions have necessitated a redesign of the concrete foundations for the light poles.
- Keith Hay Park development -awaiting facility partnership agreement to be finalised. Keith Hay Park-lighting-awaiting on design for transformer upgrade from Vector.

Local Asset renewal programme -over budget to date by \$235,000.

- Wesley Community centre-replace operable wall and repaint completed and renewing play-space undergone needs assessment.
- Completion of several other renewals projects.

Fearon Park and Harold Long reserve-linkage improvements-over budget by \$132,000.

- Physical works have progressed well, and estimated completion is expected early 2019.

LDI Capex of \$37,000 is under budget to date by \$55,000.

- Harold Long and Fearon Park stage 3- priority options now confirmed.
- Other projects in varying stages of progress.

Capital Expenditure – all projects

Project Name	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Sport development	180	821	641	1,821	1,480
Linkage improvements (Fearon Park - Harold Long Reserve)	907	775	(132)	1,049	620
Local asset renewals programme	626	391	(235)	1,049	1,019
Climate control system upgrade (Pah Homestead)	85	114	29	528	590
Locally driven initiatives (LDI Capex)	37	92	55	248	402
Greenway and walkway development	47	41	(6)	100	100
Car park upgrades and signage	3	4	1	9	0
Functions facility (Pah Homestead)	0	0	0	10	50
Total Community services	1,885	2,238	353	4,813	4,261
Total	1,885	2,238	353	4,813	4,261
Subsidies and grants for capital expenditure	385	0	385	0	0