

Operating performance financial summary

Operating performance

\$(000's)	FY2019 Quarter 2			FY 2019	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Net operating expenditure	9,951	10,111	160	13,423	11,848
Operating revenue	460	413	47	537	487
Community services	460	413	47	537	487
Operating expenditure	10,411	10,523	112	13,959	12,334
Community services	9,000	8,926	(74)	11,949	10,413
Environmental services	57	115	58	168	158
Governance	843	843	0	1,124	1,124
Planning	511	639	128	718	639

Note: Includes Asset Based and LDI

LDI by activity

Operating expenditure	900	1,336	436	1,916	1,647
Community services	815	1090	275	1,547	1,368
Environmental services	53	112	59	163	153
Planning	32	135	103	206	126

Commentary

The **net operating expenditure** at \$9,951,000 is two per cent (\$160,000) below budget.

Operating revenue at \$460,000 is above budget by 11 per cent (\$47,000) mainly from venue hire and miscellaneous income from libraries.

Operating expenditure at \$10,411,000 is below budget by one per cent (\$112,000). Expenditure for asset-based services is higher due to scheduled and response repairs in parks services, facility contract and community centres.

Locally Drive Initiatives are below budget by \$436,000. Most of the projects are in progress including:

- Local accommodation support \$160,000 – grant round closed in March and a decision will be made in May.
- Town centre revitalisation concept plan \$80,000 and Centre transformation programme \$50,000. The new Auckland Transport (AT) project in the area has an impact on the two LDI initiatives. The project will be deferred to 2019/2020.
- Supporting communities to lead – integrated ACE activity/thriving town centre programmes \$125,000. Grants of \$48,000 have been paid out and further funding agreements have been concluded with payment completed in the next quarter.

Further details by projects are in the Quarter 3 work programme update.

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	145	145	0	194	194
ANZAC	3	3	0	15	15
Arts and Events Brokering Service – Integrated ACE activity.	135	101	(34)	135	135
Capacity building programme/Western Springs community recycling centre	0	5	5	5	5
Children learn to swim programme	0	0	0	20	20
Christmas events	13	18	5	18	18
Community engagement	3	0	(3)	0	0
Community event at Chamberlain Park	13	25	12	25	0
Community facility upgrades CDAC	3	29	26	44	0
Community Gardens	10	10	0	10	10
Community response operating fund	0	0	0	0	30
Consequential opex	187	142	(45)	187	187
Community volunteer awards	0	15	15	15	0
Creating a Maori identity/Māori naming of reserves and facilities	0	6	6	8	8
Ecological volunteers environmental programme	21	21	0	30	30
Empowered communities	35	46	11	68	65
Empowered communities' approach – connecting communities	0	15	15	20	20
Enabling shared use of space - Integrated ACE activity.	6	7	1	10	10
Future giant tree programme	0	1	1	2	0
Heritage Plan	0	47	47	70	0
LDI Programme Events in local parks	3	15	12	15	15
Local accommodation support fund	0	80	80	160	160
Local civic functions	1	0	(1)	0	0
Local community grants	90	81	(9)	141	120

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local economic development project/Award ceremonies	0	0	0	0	15
Local events fund	59	52	(7)	59	59
Local events - new event advertising	0	3	3	4	4
Local Park development programme opex	24	47	23	65	40
Louis Adolphus Durrieu Reserve	0	16	16	22	22
Maori Cultural heritage study	0	7	7	10	0
Neighbours day events	5	5	0	5	5
Pa Harakeke planting and maintenance at Walmer Res	5	7	2	10	0
Sport and Active rec facility plan	0	30	30	30	30
Supporting Communities to Lead - Integrated ACE activity	48	96	48	128	128
Te Auaunga/ Oakley Creek Action plan planting	4	7	3	10	10
Urban Forest (Ngahere) strategy	4	11	7	15	15
Total Community services	815	1,090	275	1,547	1,368
Bike Hub	0	12	12	20	10
Industry Pollution Prevention Programme	17	20	3	20	20
Rock Forest Landowner assistance programme	0	5	5	10	10
Stream enhancement (PO2311607)	5	0	(5)	13	13
Sustainability initiatives (PO2311615)	24	25	1	40	40
Waititiko (Meola Creek) restoration initiative	7	43	36	50	50
Weed and Pest management	0	7	7	10	10
Total Environmental services	53	112	59	163	153
Centre transformation programme	0	38	38	50	50
Locally Driven Initiatives (ATEED)	32	57	25	76	76
Town centre revitalisation concept plan	0	40	40	80	0
Total Planning	32	135	103	206	126
Total	900	1,336	436	1,916	1,647

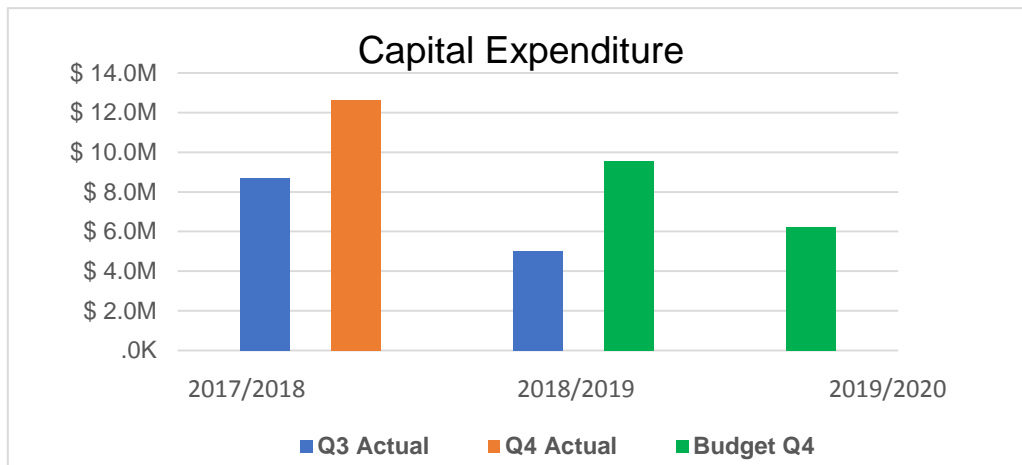
Capital expenditure summary

Capital expenditure

\$(000's)	FY2019 Quarter 2			FY 2019	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Capital expenditure	5,044	6,506	1,462	9,580	4,648
Community services	5,370	6685	1,315	9,759	4,648
Planning	(326)	(179)	147	(179)	0

Note: Includes Asset Based and LDI

Capital delivered



Commentary

Capital expenditure at \$5,044,000 is 22 percent (\$1,462,000) below the budget. Capital projects completed this quarter include:

- Gribblehirst Park Action Plan
- Coyle Park path and development
- Mt Albert Recreation Centre -renewal of minor assets
- Local asset renewals such as Alexis Street refurbishment, Epsom library CCTV system renewals, Kerr-Taylor Park assets etc.

Sports development in Fowlds Park stage one is over the budget – field 1 hybrid turf has been installed and construction is taking place on? fields 2 and 3.

Capital expenditure currently below the budget with project delivery in progress include:

- LDI funded capex such as the upgrade of community facilities,
- Development of Phyllis Reserve field one is near completion.
- General park restoration/State highway 16 projects range from Phyllis Reserve improvements; Oakley Creek physical works and Anderson Park improvements which will be delivered this year

Watching brief for capital projects – revised full year budget

- Alba Road parking upgrade \$85,000. Project estimate exceeded budget. A decision is required on identifying an alternative parking project.
- Gribblehirst Park Bowling Green budget of \$74,670 is no longer required and has been returned to the funding envelope. Staff will recommend projects to utilise the remaining LDI Capital budget for 2019/2020 as part of the work programme.
- Town Centre transformation \$432,000 is on hold. A new Auckland Transport (AT) project in the area will impact on Sandringham, Manukau and Pah Roads and the current project will be deferred to 2019/2020.

Further details by projects are available in Quarter 3 Work Programme update.

Capital Expenditure – all projects

Project Name	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Locally driven initiatives (LDI Capex)	1,159	2,170	1,011	3,130	743
Local asset renewals programme	1,681	1,869	188	2,792	1,532
Sport development	1,798	1,002	(796)	1,391	730
Development Phyllis Reserve (SH16/20)	517	761	244	761	1,067
General park restoration (SH16/20)	1	437	436	620	15
Parks - Coastal asset renewals	170	280	110	379	130
Greenway and walkway development	5	107	102	166	0
Alba Road parking upgrades (RF)	0	57	57	85	0
Toilets (Fowlds Park)	21	2	(19)	3	0
Town centre renewal (Mt Albert)	1	0	(1)	0	0
Various parks projects - AT funded	15	0	(15)	0	0
Town centre transformation	0	0	0	432	432
Total Community services	5,370	6,685	1,315	9,759	4,648
Town centre renewal (Mt Albert)	(326)	(179)	147	(179)	0
Total Planning	(326)	(179)	147	(179)	0
Total	5,044	6,506	1,462	9,580	4,648