

Operating performance financial summary

Operating performance

\$(000's)	FY 2019 Quarter 3			FY 2019	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Net operating expenditure	9,550	9,683	133	12,614	10,998
Operating revenue	4,154	4,005	149	5,211	5,732
Community services	4,154	4,005	149	5,211	5,732
Operating expenditure	13,704	13,688	(16)	17,825	16,720
Community services	12,358	12,292	(66)	16,098	14,972
Environmental services	167	204	37	230	258
Governance	714	714	0	955	955
Planning	465	478	13	542	535

Note: Includes Asset Based Services and LDI

LDI by activity

\$(000's)	FY 2019 Quarter 3			FY 2019	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Operating expenditure	1,129	1,189	60	1,526	1,441
Community services	965	988	23	1,292	1,215
Environmental services	163	200	37	225	225
Planning	1	1	0	9	1

Commentary

Net operating expenditure at the end of the third quarter was \$9.6m a variance below budget of \$133,000.

Operating revenue is tracking 4 per cent above budget. The early childhood centres have continued their improved performance when compared with last year, all three centres achieving revenue above budget. Active recreation revenue for the quarter has improved, this can be attributed to the reopening of the rock wall and gym at the Birkenhead Centre. Learn to swim at Glenfield Leisure Centre has had an 11 per cent increase on enrolments when compared to the same period the previous year and reflected in higher revenue achieved against budget.

Operating expenditure overall was in line with budget.

The boards LDI operational spend to date was \$60,000 below budget. The Open Space Management Plan project is showing the largest variance with no spend against the \$80,000 allocated to the project. The funding for the Birkenhead Christmas parade is still being held until all accountability requirements are fulfilled. There is opportunity for the local board to reallocate the budgets available for the volunteer awards (\$10k – event cancelled) and the Sunnynook Plan (\$8k savings). The local community grants budget would be an option for these budgets to be reallocated to due to the high number of grant applications compared to the available budget of \$36,000.

LDI Operating Expenditure – all projects

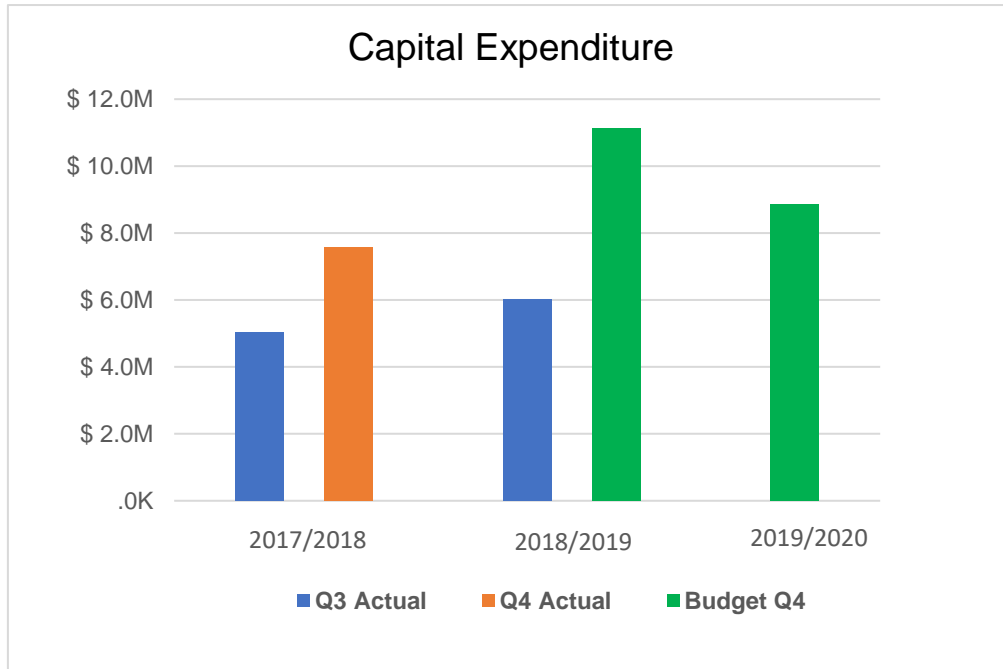
Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
ACE LDI Staff allocation	74	74	0	98	98
ANZAC	1	6	5	30	30
Birkenhead War Memorial master plan	22	31	9	31	0
Christmas events	8	15	7	15	19
Community Arts Programmes	4	10	6	10	0
Community Partners Support	33	40	7	55	40
Community placemaking initiatives	25	38	13	50	50
Community response operating fund	75	0	(75)	0	0
Community volunteer awards	0	3	3	10	0
Creating a Maori identity	2	16	14	23	23
Event partnership	70	63	(7)	63	61
Extended library hours	7	10	3	13	13
Fernglen reserve development plan	12	15	3	20	0
KCFT Annual grant	228	228	0	228	216
KCFT events	149	135	(14)	135	150
LDI Volunteers parks	54	57	3	81	75
Local civic functions	0	3	3	4	4
Local community grants	174	110	(64)	210	199
Maori responsiveness	0	4	4	5	5
Naturalisation of parks service assessment	0	3	3	5	5
Open Space management	0	80	80	80	80
Parks response fund	(9)	0	9	0	0
Secondary schools scholarship grant	6	6	0	6	6
Top up ABS: Community houses	0	0	0	66	86
Urban Forest (Ngahere) strategy	0	11	11	15	15
Youth programmes community development	33	30	(3)	40	40
Total Community services	965	988	23	1,292	1,215
Environmental Project Ambassador	0	10	10	20	20

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Industry Pollution Prevention Programme	30	15	(15)	30	30
Kaipatiki project - environmental programmes	23	45	22	45	45
Kauri Dieback Strategy	0	10	10	10	10
Pest Free Kaipatiki	100	100	0	100	100
Water quality monitoring	10	20	10	20	20
Total Environmental services	163	200	37	225	225
Young Enterprise Scheme	1	1	0	1	1
Sunnynook Centre Plan contribution	0	0	0	8	0
Total Planning	1	1	0	9	1
Total	1,129	1,189	60	1,526	1,441

Capital expenditure

\$(000's)	FY 2019 Quarter 2			FY 2019	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Capital expenditure	6,026	7,529	1,503	11,118	7,557
Community services	4,732	6,401	1,669	9,691	7,557
Planning	1,294	1,128	(166)	1,427	0

Capital delivered



Commentary

Expenditure on capital projects is \$1.5m below budget. The variance relates to underspend in renewals expenditure of \$1.0m and \$500,000 in LDI capital expenditure.

The renewal of the flooring for the Birkenhead Leisure Centre rock wall area was completed (\$472,000). The exterior works required to the building is planned for completion in April 2019.

Tamihere reserve play space renewal was completed in March 2019 (\$167,000), as was the renewal of the Dudding Avenue Reserve tracks (\$85,000).

Other projects completed included:

- Kitchen installation at Beach Haven Community House
- Beach Haven Kauri Kids play area fencing renewal

Some of the larger capital projects funded from the LDI budget are still in concept or design phase. Once physical works are underway the budget will be utilised. Normanton Reserve nature play space and Monarch Park toilet development are projects funded from LDI that have physical works under way.

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	2,812	5,356	2,544	7,998	6,260
Parks - Coastal asset renewals	33	183	150	204	465
ACE - Leases renewals	151	0	(151)	0	0
Leisure facility building renewals	1,053	0	(1,053)	0	0
Leisure facility equipment renewals	38	0	(38)	0	0
Library furniture and fitting renewals	156	0	(156)	0	0
Parks - Sports fields renewals	105	0	(105)	0	0
Total renewals	4,348	5,539	1,191	8,202	6,725
Locally driven initiatives (LDI Capex)	161	734	573	1,189	818
One Local Board Initiative (OLI)	116	128	12	200	0
General park development	2	0	(2)	0	0
Network plan connections	29	0	(29)	0	0
Rewi Alley reserve toilet development	75	0	(75)	100	14
Total Community services	4,731	6,401	1,670	9,691	7,557
Street upgrade (Highbury Mainstreet)	1,294	1,128	(166)	1,427	0
Total Planning	1,294	1,128	(166)	1,427	0
Total	6,025	7,529	1,504	11,118	7,557