

Appendix C Financial Performance – Albert Eden Local Board

Financial Summary

Account	Year to Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Operating revenue (ABS)	834	769	65	1,563	1,563
Operating expenditure (ABS)	5,417	4,840	(577)	10,103	10,877
Operating expenditure (LDI)	385	495	110	1,498	1,398
Operating expenditure (LGS)	546	546	0	1,092	1,092
Net Cost of Service	5,514	5,112	(402)	11,129	11,803
Capital expenditure	3,325	4,662	1,337	12,618	8,841

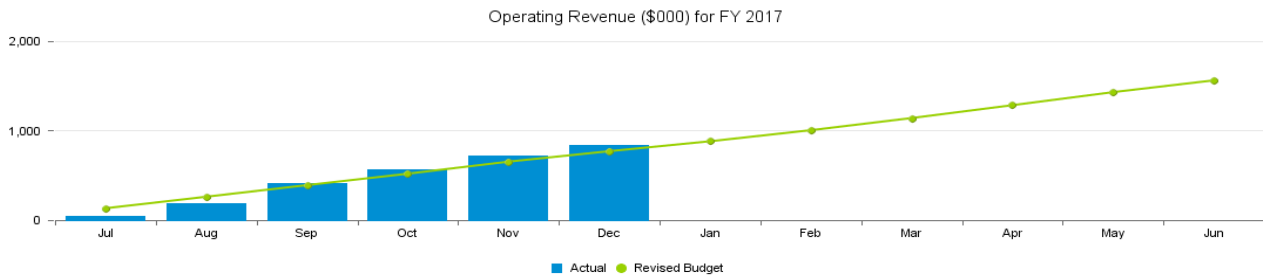
Albert-Eden Local Board has invested \$3.3m in capital expenditure and \$5.5m in operating expenditure for the six months ended 31 December 2016.

Net cost of service for six months ended 31 December 2016 is \$0.4m and is explained in the following pages. The main cause of the variance is in operating expenditure – lower expenditure in local community services offset higher expenditure in parks maintenance work programme and arboriculture. It is anticipated that total operating expenditure will be on target at year end.

Capital expenditure performance is below phased budget by \$1.3m. This is mainly in local parks, sport and recreation activity where Waterview reserve restoration (SH16/20) projects are behind schedule and not all projects will be completed in this financial year. In local planning and development, Mt Albert town centre renewal is behind schedule. Detailed design is progressing and works are likely to begin at the end of quarter three.

Since adoption of the Annual plan, a review on delivery of capital projects for the year has been made including unspent budget from previous year. The revised budget reflects these changes as well as additional budget for growth projects. Details are in capital expenditure – all projects. The operational expenditure has also been revised and reflected the locally driven initiative operational expenditure approved to be carried forward.

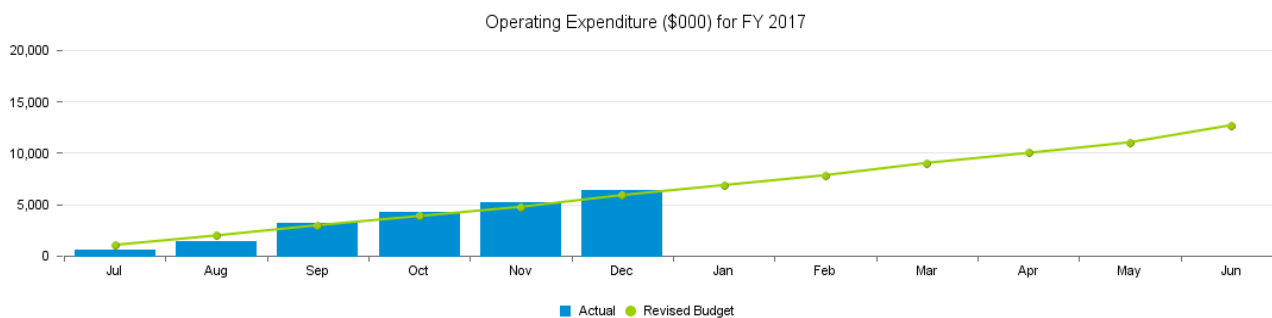
Operating Revenue



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	826	757	69	1,510	1,510
Local parks, sport and recreation	8	12	(4)	53	53
Total Operating Revenue	834	769	65	1,563	1,563

Revenue is ahead of phased budget for community centers and community halls due to increased utilization.

Operating Expenditure



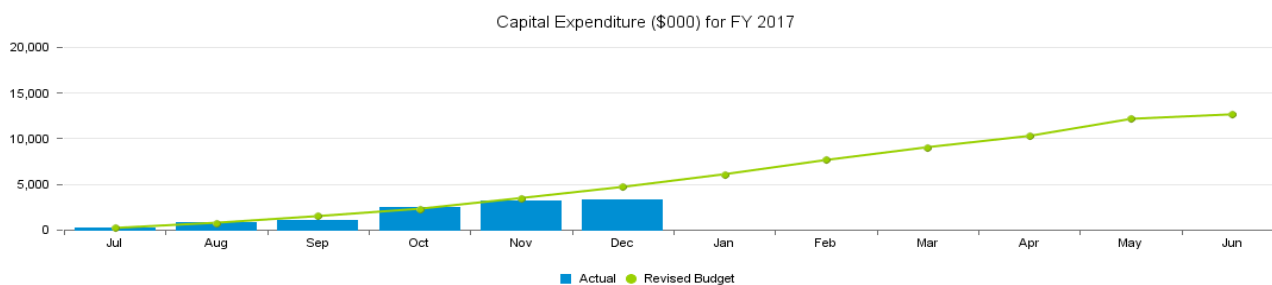
Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	2,077	2,206	129	4,306	4,406
Local environmental management	7	16	9	65	65
Local governance	546	546	0	1,092	1,092
Local parks, sport and recreation	3,188	2,568	(620)	6,210	6,824
Local planning and development	531	545	14	1,020	980
Total Operating Expenditure	6,349	5,881	(468)	12,693	13,367

The operating expenditure is \$0.4m above phased budget. Locally driven initiatives for local community services activity programmes are in progress although lagging behind phased budget. In local parks, sports and recreation, parks maintenance work programmes and arboriculture are ahead of budget but will be on target at year end.

Operating Expenditure- Locally Driven Initiatives

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services					
ACE LDI Staff allocation	97	97	0	194	194
ANZAC	0	0	0	12	12
CDAC Facility assessment	0	0	0	0	15
Christmas events	16	18	2	18	18
Community Arts Programmes	90	42	(48)	95	85
Community engagement	4	10	6	20	20
Community event at Chamberlain Park	0	0	0	25	25
Community facility upgrades CDAC	0	0	0	0	60
Community Gardens	11	3	(8)	10	10
Community volunteer awards	3	0	(3)	0	0
Empowered communities	0	8	8	15	15
Local accommodation support fund	54	80	26	125	160
Local civic functions	0	10	10	20	20
Local community grants	33	41	8	82	82
Local economic development project	0	50	50	50	50
Local events fund	28	51	23	101	101
Local events - new event advertising	0	0	0	4	4
Older persons	0	20	20	40	40
Youth initiatives	0	10	10	20	20
Total Local community services	337	439	102	831	931
Local environmental management					
Stream enhancement (PO2311607)	1	6	5	27	35
Sustainability initiatives (PO2311615)	5	10	5	38	30
Total Local environmental management	7	16	9	65	65
Local parks, sport and recreation					
Community facility upgrades CDAC	0	20	20	60	0
Coyle Park weed removal and clifftop restoration	0	0	0	50	50
Delphine Reserve playground upgrade component	0	0	0	2	2
Fowlds Park new toilets opex grant	0	0	0	55	0
Howlett Reserve planting	0	0	0	35	35
LDI Volunteers parks	15	0	(15)	65	30
Open space restoration programmes	20	0	(20)	70	70
Pa Harakeke planting and maintenance at Walmer Res	0	0	0	16	6
Potters Park development	0	0	0	30	30
Sainsbury Reserve South development	0	0	0	6	6
School Reserve new paths and signage	0	0	0	5	5
Sports and recreation facility investigation fund	0	0	0	20	20
Total Local parks, sport and recreation	35	20	(15)	414	254
Local planning and development					
Heritage Plan	6	20	14	90	50
Local economic development project	0	0	0	38	38
Maori Cultural heritage study	0	0	0	10	10
Town centre revitalisation concept plan	0	0	0	50	50
Total Local planning and development	6	20	14	188	148
TOTAL	385	495	110	1,498	1,398

Capital Expenditure



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	117	308	191	773	493
Local parks, sport and recreation	2,508	3,192	684	8,556	4,908
Local planning and development	700	1,162	462	3,289	3,440
Total Capital Expenditure	3,325	4,662	1,337	12,618	8,841

Capital expenditure performance is below phased budget by \$1.3m. This is mainly in local parks, sport and recreation activity where Waterview reserve restoration (SH16/20) projects are behind schedule and not all projects will be completed in this financial year.

Parks renewals - Phyllis Reserve sand carpet and lights development has been delayed due to contamination issues (landfill and medical waste). Consent has been granted and contract has been awarded for physical works to start in January 2017. As a result of site contamination delays, it is anticipated that only \$0.42m of the \$0.92m budget will be spend before end of June 2017. The balance of \$0.5m will need to be deferred to the next financial year.

In local planning and development, Mt Albert town centre renewal is behind schedule. Detailed design is progressing and works are likely to begin at the end of quarter three

In local community services activity, library renewal programme of works are on track for delivery.

The revised capex budget has been updated to take into account budget allocation for growth projects in sports development and greenway and walkway development.

Capital Expenditure – All projects

Project Name	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
ACE - Leases renewals	83	75	(8)	131	64
Local library renewals	5	60	55	148	137
ACE - Community house and centre renewals	13	58	45	145	49
Community facility renewals	14	43	29	92	0
Library furniture and fitting renewals	2	37	35	92	92
LDI funded local board initiatives	0	32	32	160	150
Integrated urban design to improve public places	1	4	3	4	0
Total Local community services	118	309	191	772	492
Sport development	1,190	1,197	7	3,000	0
Parks - Asset renewals	527	605	78	1,310	1,367
Development Phyllis Reserve (SH16/20)	23	372	349	914	879
General park restoration (SH16/20)	42	350	308	875	593
LDI funded local board initiatives	432	196	(236)	967	950
Improvements to Waterview reserves (SH16/20)	14	155	141	381	199
Locally driven initiatives (LDI Capex)	30	149	119	655	882
Greenway and walkway development	35	75	40	251	0
General park development	75	29	(46)	71	0
Soil restoration and development (Nicholson Park)	3	26	23	66	0
Leisure facility building renewals	9	25	16	49	40
Recreational facilities building renewals	11	13	2	16	0
Aquatic Centre (Mt Albert)	(1)	0	1	0	0
Local improvement projects (LIPS)	76	0	(76)	0	0
Sports Field Capacity	(3)	0	3	0	0
Toilets (Fowlds Park)	1	0	(1)	0	0
Various parks projects - AT funded	44	0	(44)	0	0
Total Local parks, sport and recreation	2,508	3,192	684	8,555	4,910
Town centre renewal (Mt Albert)	687	1,162	475	3,289	3,440
Town centre transformation	14	0	(14)	0	0
Total Local planning and development	701	1,162	461	3,289	3,440
TOTAL	3,327	4,663	1,336	12,618	8,841

Funding impact statement Albert-Eden

For the 6 months ended 31 December 2016

\$000	Notes	Actual 2017	Revised Budget 2017	Annual Plan 2017	Long Term Plan 2016
Sources of operating funding:					
General rates, UAGC, rates penalties		13,387	13,391	13,391	13,633
Targeted rates		476	476	476	475
Subsidies and grants for operating purposes		8	7	15	15
Fees and charges		258	205	434	390
Local authorities fuel tax, fines, infringement fees and other receipts		568	557	1,114	1,111
Total operating funding		14,697	14,636	15,430	15,624
Applications of operating funding:					
Payment to staff and suppliers		5,667	5,191	11,904	12,209
Finance costs		676	676	1,433	1,130
Internal charges and overheads applied		1,059	1,059	2,118	2,099
Other operating funding applications		-	-	-	-
Total applications of operating funding		7,402	6,926	15,455	15,438
Surplus (deficit) of operating funding		7,295	7,710	(25)	186
Sources of capital funding:					
Subsidies and grants for capital expenditure		-	31	63	92
Development and financial contributions		-	-	-	-
Increase (decrease) in debt		(3,970)	(3,078)	8,803	8,393
Gross proceeds from sale of assets		-	-	-	-
Lump sum contributions		-	-	-	-
Other dedicated capital funding		-	-	-	-
Total sources of capital funding		(3,970)	(3,047)	8,866	8,485
Applications of capital funding:					
Capital expenditure:					
- to meet additional demand		1,374	1,301	-	-
- to improve the level of service		558	1,135	2,771	4,590
- to replace existing assets		1,393	2,227	6,070	4,081
Increase (decrease) in reserves		-	-	-	-
Increase (decrease) in investments		-	-	-	-
Total applications of capital funding	1	3,325	4,663	8,841	8,671
Surplus (deficit) of capital funding		(7,295)	(7,710)	25	(186)
Funding balance		-	-	-	-