

Local Board Financial Performance - Papakura as at June 2017

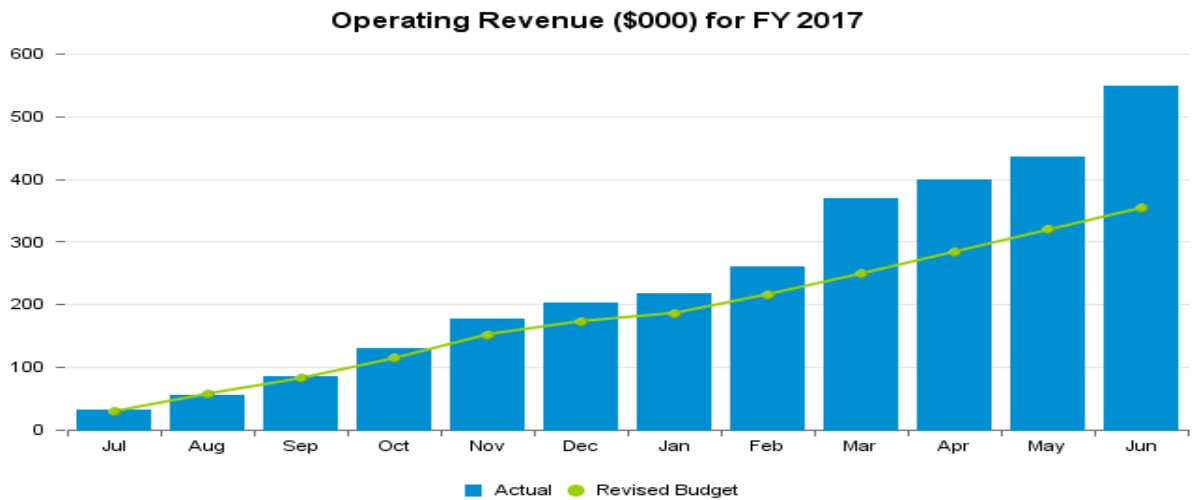
Financial Summary

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Operating revenue (ABS)	409	355	54	355	355
Operating revenue (LDI)	139	0	139	0	0
Operating expenditure (ABS)	7,294	7,744	450	7,744	7,767
Operating expenditure (LDI)	1,342	1,778	436	1,778	1,555
Operating expenditure (LGS)	977	977	0	977	977
Net Cost of Service	9,065	10,144	1,079	10,144	9,945
Capital expenditure	3,012	3,943	931	3,943	2,847

The Papakura Local Board has invested \$9.06m in net operating costs and \$3.01m in capital expenditure for the year ending June 2017.

Net cost of service is \$1.08m under budget of \$10.14m. Operating revenue is \$194k above budget with LDI revenue associated with reimbursements at year end, and ABS community facilities revenues improving steadily throughout the year. Operating expenditure is \$885k below budget particularly around undelivered LDI funds which will be permitted to continue into early Y18, plus a mixture of savings recognised in the facility operations, and undelivered projects contingent on further consultations continuing into the new year.

Capital spend of \$3.01m achieved 76% delivery of the year's budget of \$3.94m with the balance of committed projects being managed within the community facilities work programme,.

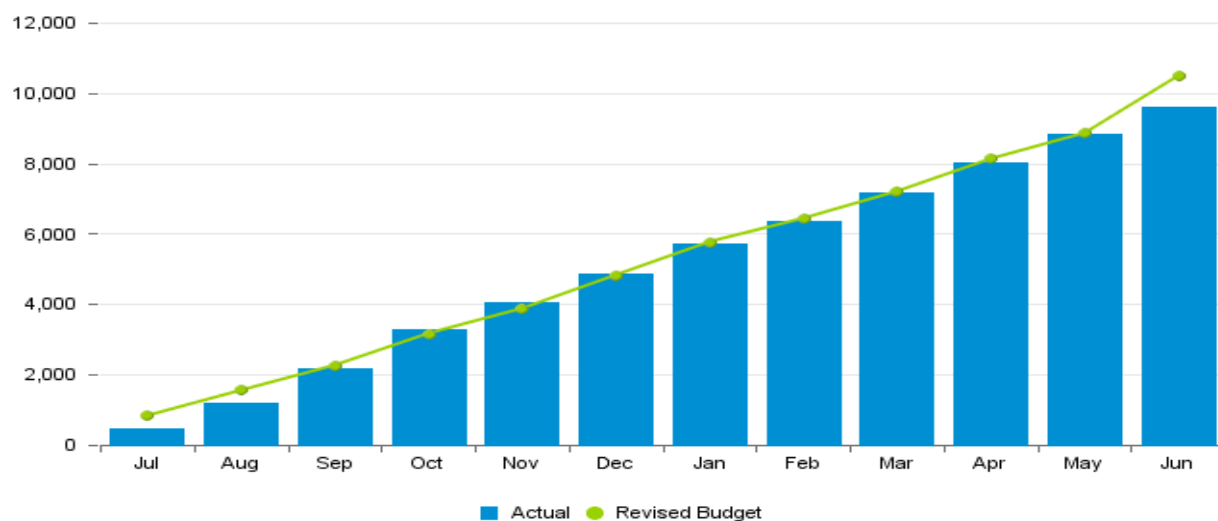


Operating Revenue

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	548	355	193	355	355
Local parks, sport and recreation	1	0	1	0	0
Total Operating Revenue	549	355	194	355	355

Operating Revenue of \$549k has exceeded budget by \$193k in local community services. Community facilities' related revenues were overall \$54k above budget with most facilities achieving budget or better. This \$54k is the true revenue improvement amount for the local board as the balance of the revenue variance is associated with LDI activities that are reimbursed. \$85k was revenue released to Youth Connections from sponsorship funds to cover activities in the Papakura area and matching expenditure brings the agreed zero balance effect for the year. Revenue of \$53k was received for this year's Park and Ride security and was used to balance the overall LDI town centre security costs.

Operating Expenditure (\$000) for FY 2017



Operating Expenditure

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	3,362	3,287	(75)	3,287	3,159
Local environmental management	42	43	1	43	43
Local governance	977	977	0	977	977
Local parks, sport and recreation	5,003	5,963	960	5,963	5,917
Local planning and development	230	229	(1)	229	204
Total Operating Expenditure	9,614	10,499	885	10,499	10,300

Operating Expenditure year to date of \$9.61m is \$885k under budget overall.

In Locally Driven Initiatives (LDI) unspent mangrove eradication programme funding of \$300k plus \$90k for three other committed projects yet to be delivered, will be deferred into next year. Other undelivered and underspend totalled \$185k. The local board has committed 90% (\$1.6m) of its LDI funding this year.

In Asset Based Services (ABS), response repairs in aquatic and recreation contracted facilities came under budget (\$94k). Pukekiwiriki Pā maintenance programme was \$227k underspent due to delays around updating the archaeological report and will be progressed in Y18, and full facility contracts, general parks and coastal costs overall came in under budget by \$94k

Locally Driven Initiatives (Operating Expenditure)

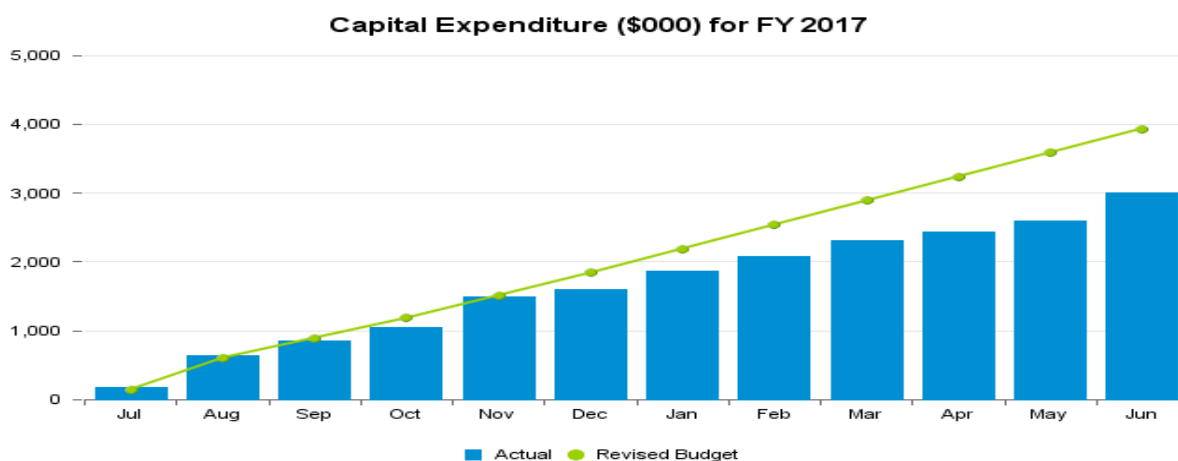
Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
ACE LDI Staff allocation	183	183	0	183	183
ANZAC	12	11	(1)	11	11
Careers expo	1	7	6	7	7
Civil defence community support	10	10	0	10	10
Community Arts Programmes	43	45	2	45	30
Community Gardens	10	23	13	23	0
Community response operating fund	30	24	(6)	24	30
Community safety	60	60	0	60	60
Fees and charges subsidy	6	6	0	6	0
Great Spring Clean	11	11	0	11	11
Local civic functions	5	13	8	13	13
Local community grants	151	126	(25)	126	126
Local community initiatives	44	95	51	95	0
Local events fund	80	115	35	115	115
Papakura Brass Band	12	12	0	12	12
Papakura Pipe Band	10	10	0	10	10
Papakura senior citizens club	2	7	5	7	7
Papakura town centre security	141	163	22	163	163
Scholarships and travel grants	27	25	(2)	25	25
Youth connections across Auckland	25	25	0	25	25
Youth Council	32	32	0	32	32
Youth initiatives	17	18	1	18	23
Total Local community services	911	1,020	109	1,020	892

Environmental Response Fund	34	35	1	35	35
Manukau Harbour Forum	8	8	0	8	8
Total Local environmental management	42	43	1	43	43
CM Sport	104	104	0	104	57
Improve Smiths Ave reserve	0	0	0	0	10
LDI Programme Events in local parks	43	47	4	47	47
LDI Volunteers parks	27	30	3	30	30
Mangrove management and removal	1	300	299	300	300
Papakura sports awards	12	12	0	12	12
Parks improvements	8	166	158	166	134
Total Local parks, sport and recreation	194	659	465	659	590
Local economic develop planning initiative	57	55	(2)	55	30
Total Local planning and development	57	55	(2)	55	30
Total	1,203¹	1,778	575	1,778	1,555

Opex deferrals into Y18 for undelivered projects

Mangrove management and removal	299,000
Airfield Park Concept Plan	20,000
Bruce Pulman Park Concept Plan	20,000
Smiths Avenue Community Support agreement	49,500
Total	388,500

¹ Plus opex deferrals into next year (Y18) of \$389k



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	328	232	(96)	232	167
Local parks, sport and recreation	2,684	3,711	1,027	3,711	2,680
Total Capital Expenditure	3,012	3,943	931	3,943	2,847

Capital expenditure of \$3.01m is \$931k behind budget, but achieving 76% delivery against a budget of \$3.94m.

LDI Capex budget for this year of \$326k was not allocated and will roll on to next year's budget totalling \$910k yet to spend. Renewals overall were financially on target with progress made on facility projects ahead of time since some projects were delayed. Bruce Pulman carpark renewals is an ongoing staged project and is behind by \$394k but will continue into Y18. Growth funding around development of walkways, play spaces and a park at Addison subdivision, and work at Opaheke SID, are in progress and unspent budgets of \$602k will also carry forward into Y18. All coastal asset renewal work is ahead of budget by \$210k. Parks and sports field asset renewals are overall running to budget.

Further status commentary is available in the work programme report for each department.

Capital Expenditure: All Projects

Project Name	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
ACE - Community house and centre renewals	159	136	(23)	136	0
ACE - Leases renewals	30	49	19	49	0
ACE - Art facility renewals	102	47	(55)	47	47
ACE - Venue for hire renewals	0	0	0	0	120
Library furniture and fitting renewals	37	0	(37)	0	0
Community services (GoA)	328	232	(96)	232	167
Renewals (Bruce Pulman Park)	516	910	394	910	800
Parks - Asset renewals	515	801	286	801	743
Parks - Sports fields renewals	900	649	(251)	649	59
General park development	35	349	314	349	192
Locally driven initiatives (LDI Capex)	0	326	326	326	648
Sport development	30	318	288	318	0
Parks - Coastal asset renewals	399	189	(210)	189	24
Greenway and walkway development	129	109	(20)	109	214
Playscape development	88	60	(28)	60	0
Harbourside erosion control (Karaka)	2	0	(2)	0	0
Leisure facility building renewals	67	0	(67)	0	0
Sportsfield development - Drury	4	0	(4)	0	0
Parks sport and recreation (GoA)	2,684	3,711	1,027	3,711	2,680
Total	3,013	3,943	930	3,944	2,846

Funding Impact Statement
Papakura
For the year ended 30 June 2017

\$000	Notes	Actual	Revised	Annual Plan	Long Term
		2017	Budget 2017	2017	Plan 2016
Sources of operating funding:					
General rates, UAGC, rates penalties		11,526	11,387	11,387	11,479
Targeted rates		174	174	174	173
Subsidies and grants for operating purposes		94	10	10	10
Fees and charges		296	264	264	216
Local authorities fuel tax, fines, infringement fees and other receipts		159	81	81	85
Total operating funding		12,249	11,916	11,916	11,963
Applications of operating funding:					
Payment to staff and suppliers		8,643	9,536	9,337	9,447
Finance costs		943	943	943	768
Internal charges and overheads applied		1,628	1,628	1,628	1,643
Other operating funding applications		-	-	-	-
Total applications of operating funding		11,214	12,107	11,908	11,858
Surplus (deficit) of operating funding		1,035	(191)	8	105
Sources of capital funding:					
Subsidies and grants for capital expenditure		-	-	-	-
Development and financial contributions		-	-	-	-
Increase (decrease) in debt		1,977	4,134	2,839	2,689
Gross proceeds from sale of assets		-	-	-	-
Lump sum contributions		-	-	-	-
Other dedicated capital funding		-	-	-	-
Total sources of capital funding		1,977	4,134	2,839	2,689
Applications of capital funding:					
Capital expenditure:					
- to meet additional demand		284	836	406	161
- to improve the level of service		68	-	-	528
- to replace existing assets		2,660	3,107	2,441	2,105
Increase (decrease) in reserves		-	-	-	-
Increase (decrease) in investments		-	-	-	-
Total applications of capital funding		3,012	3,943	2,847	2,794
Surplus (deficit) of capital funding		(1,035)	191	(8)	(105)
Funding balance		-	-	-	-