

Financial Performance

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Operating revenue (ABS)	1,303	1,378	(75)	1,750	1,750
Operating expenditure (ABS)	8,352	7,669	(683)	9,740	9,542
Operating expenditure (LDI)	820	1,125	305	1,545	1,345
Operating expenditure (LGS)	781	781	0	1,041	1,041
Net Cost of Service	8,650	8,196	(454)	10,577	10,178

Capital expenditure	1,861	4,850	2,989	5,454	9,667
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Devonport-Takapuna local board's net cost of service to the end of March 2018 was \$8.7m, above budget by \$454k.

Operating revenue is tracking below budget and related to lower visitor numbers at Takapuna Leisure Centre. There has been some growth with learn to swim classes but overall numbers are down compared with last year. Indications in the prior two quarters were that the centre would meet the local board's outcome but this status has now changed given the third quarter results.

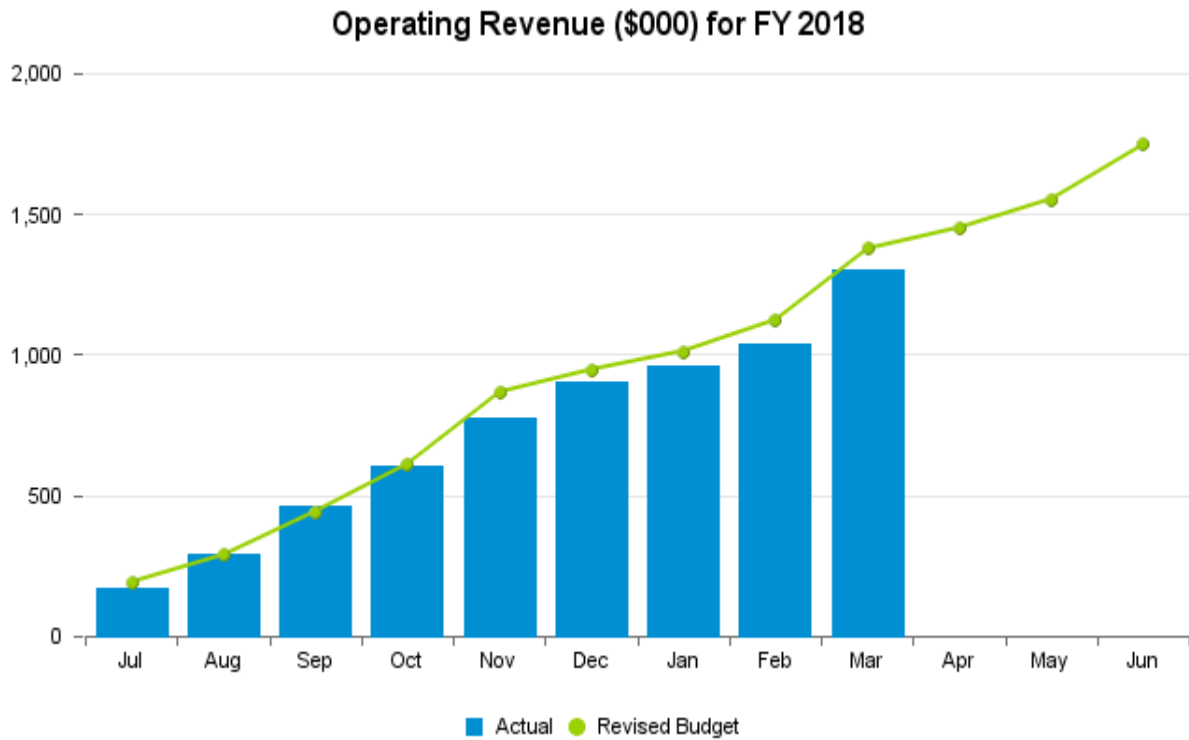
Asset based service expenditure is well above budget, a variance of \$683k related mainly to parks maintenance costs. The new Project 17 contractors commenced from 1 July 2017 and as has been communicated, the contractors across the region have been struggling to deliver at the agreed levels of service. A reallocation of budgets between local boards might be required once baselines are established at the end of this year as there are large variances (both favourable and unfavourable) between actual and planned expenditure for some local boards. Last quarter there were further issues with delivery not meeting required service levels and to ensure this doesn't happen in future the contractor has submitted a performance plan identifying how they will deal resourcing and scheduling to meet contract requirements.

The boards LDI opex budget is tracking \$305k below budget. The main variances are in the Parks area with plans and feasibility studies still in draft stage or funding not utilised to date. These projects and the funding for the Sunnynook Centre Plan will likely be deferred to next financial year. A report will be presented to the board in May via a formal report to approve the deferrals.

Capital investment year to date is \$1.9m, a \$2.9m variance below budget. Renewals expenditure is well below budget. Options provided for the Takapuna Library air conditioning system renewal exceed the allocated budget so there is a delay with this project till further investigation and design work is carried out. Site investigations are underway for the Lake Pukepe walkway. The Healthy Waters component of the upgrade at Sunnynook Park is on

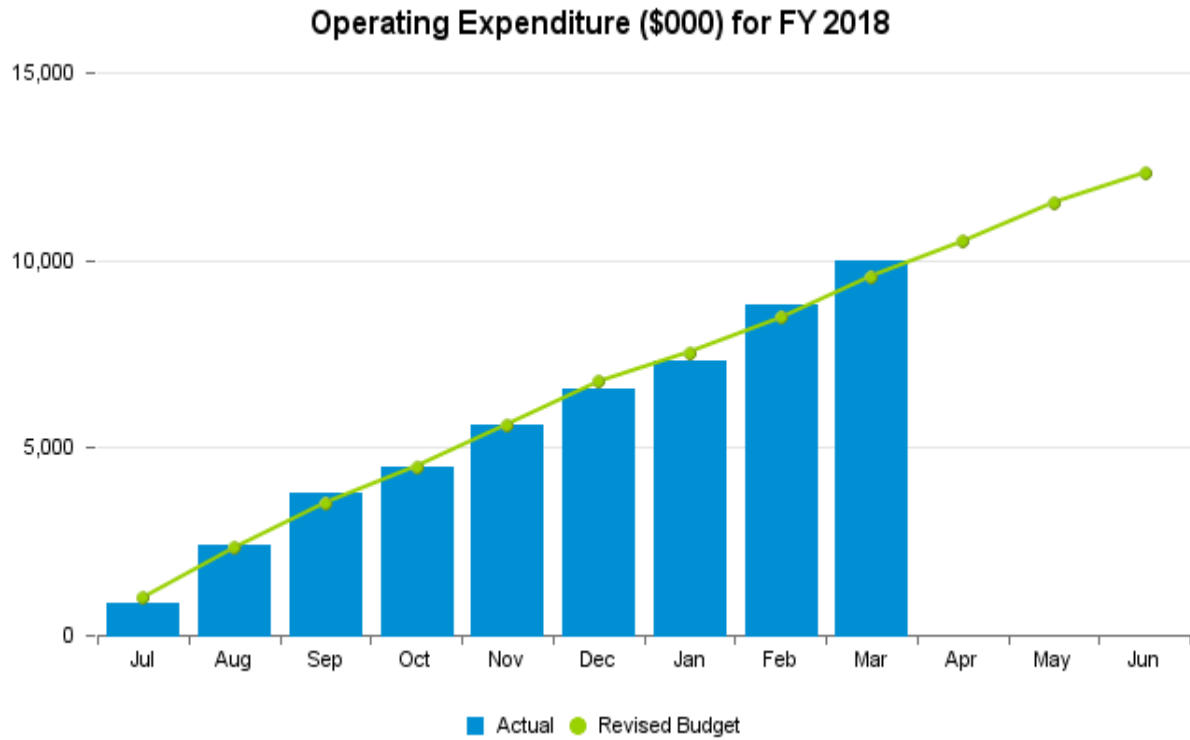
schedule, handover of the site for the sportsfield construction has begun. The LDI capex spend is also well behind budget. The Lyford Reserve tracks project likely to kick in May or June. Overall capital spend forecast is not looking to be in line with full year budget, several projects are in amber status, a few with red status signalling delayed delivery.

Operating Revenue



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	204	188	16	251	251
Local parks, sport and recreation	1,100	1,190	(90)	1,499	1,499
Total Operating Revenue	1,304	1,378	(74)	1,750	1,750

Operating Expenditure



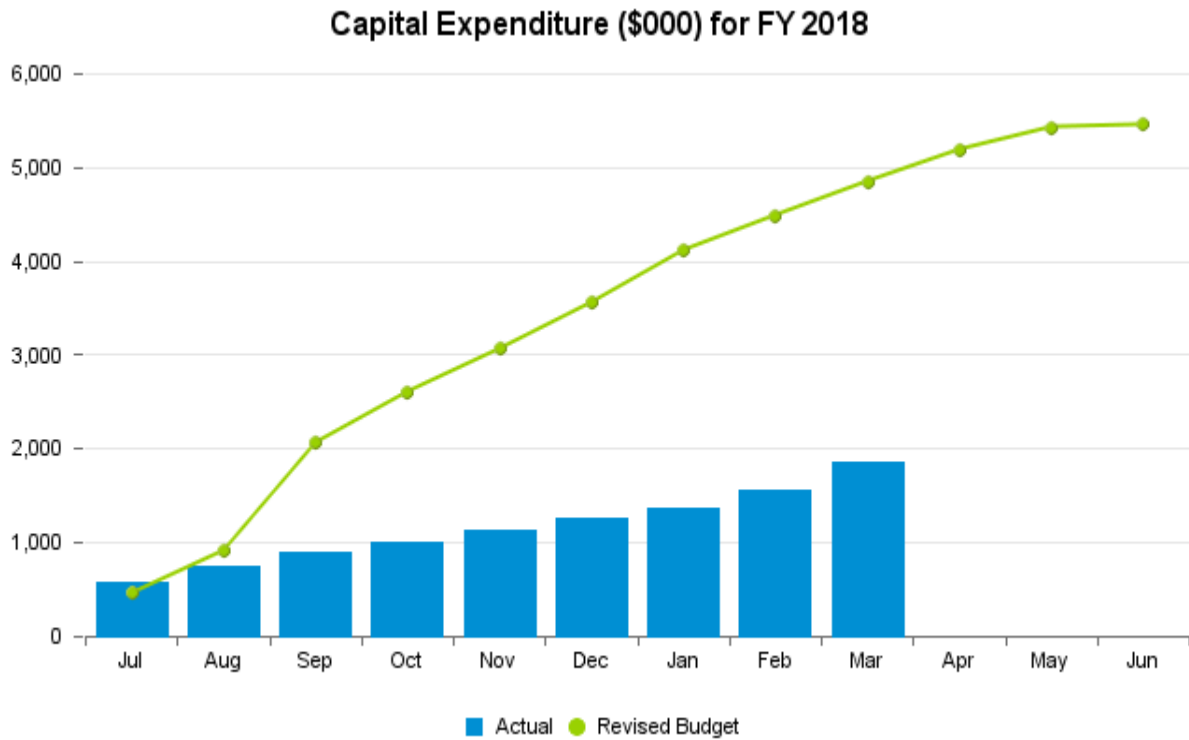
Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	3,189	3,331	142	4,337	4,282
Local environmental management	30	35	5	50	50
Local governance	781	781	0	1,041	1,041
Local parks, sport and recreation	5,061	4,449	(612)	5,828	5,480
Local planning and development	893	979	86	1,070	1,075
Total Operating Expenditure	9,954	9,575	(379)	12,326	11,928

LDI 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	143	143	0	191	107
ANCAD	50	50	0	50	50
ANZAC	0	0	0	30	30
Community response operating fund	(1)	50	51	50	84
Devonport historical and museum society	20	20	0	20	20
Devonport peninsular trust	140	140	0	140	140
Event partnership	0	15	15	29	29
Extended Library hours	56	56	0	74	74
Inclusion and diversity	10	7	(3)	10	10
Local civic functions	2	8	6	10	5
Local community grants	189	138	(51)	276	276
Maori responsiveness	0	11	11	15	15
North Shore Brass	17	17	0	17	17
Takapuna community facilities trust	150	113	(37)	150	150
Visitor information centre scoping	0	5	5	6	6
Youth Council	0	1	1	1	1
Youth programmes community development	3	15	12	20	20
Total Local community services	780	787	7	1,089	1,034
Environment response fund	30	35	5	50	50
Total Local environmental management	30	35	5	50	50
Barry's Point reserve development plan	1	14	13	20	20

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
LDI Volunteers parks	9	32	23	45	45
Local board discretionary fund	0	105	105	150	0
Parks response fund	(18)	14	32	20	20
Takapuna Beach Reserve feasibility	0	35	35	50	50
Top Up ABS : Street garden maintenance	0	10	10	13	13
Total Local parks, sport and recreation	(7)	209	216	298	148
Heritage Awards	0	0	0	0	5
Locally Driven Initiatives (ATEED)	18	18	0	18	0
Sunnynook Centre Plan	0	45	45	60	78
Shore Coast Tourism	0	30	30	30	30
Total Local planning and development	18	93	75	108	113
Total	820	1,125	305	1,545	1,345

Capital Expenditure



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	378	1,381	1,003	1,544	1,227
Local parks, sport and recreation	1,072	2,978	1,906	3,329	5,374
Local planning and development	411	491	80	581	3,066
Total Capital Expenditure	1,861	4,850	2,989	5,454	9,667

Capital Expenditure – all projects

Project Name	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local library renewals	55	667	612	746	665
Fort Takapuna Heritage Project	29	307	278	343	0
ACE - Community house and centre renewals	181	148	(33)	166	25
ACE - Art facility renewals	74	132	58	148	423
ACE - Leases renewals	39	127	88	142	115
Community services (GoA)	378	1,381	1,003	1,544	1,227
Parks - Coastal asset renewals	142	786	644	878	0
Parks - Asset renewals	429	770	341	861	2,149
Sport development	440	663	223	742	1,785
Locally driven initiatives (LDI Capex)	26	536	510	599	858
Greenway and walkway development	41	105	64	117	550
Parks - Sports fields renewals	6	74	68	82	32
Leisure facility building renewals	1	45	44	50	0
Bridge (Wairau Stream)	(15)	0	15	0	0
General park development	1	0	(1)	0	0
Leisure facility equipment renewals	1	0	(1)	0	0
Parks sport and recreation (GoA)	1,072	2,978	1,906	3,329	5,374
Road revitalisation (Takapuna Centre - Hurstmere)	206	264	58	354	3,066
Board walk ext and marine sq upgrade (Devonport)	205	227	22	227	0
Planning (GoA)	411	491	80	581	3,066
Total	1,861	4,851	2,990	5,455	9,667

