

Upper Harbour Local Board Financial Performance to 30 June 2018

Financial Summary

█ On Target
 █ Under Review
 █ Not Meeting Target

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Operating revenue (ABS)	2,340	2,465	(125)	2,465	2,465
Operating expenditure (ABS)	11,744	10,302	(1,442)	10,302	10,278
Operating expenditure (LDI)	792	961	169	961	951
Operating expenditure (LGS)	1,085	1,085	0	1,085	1,085
Net Cost of Service	11,282	9,882	(1,400)	9,882	9,849
Capital expenditure	6,807	6,739	(68)	6,739	5,837

The Upper Harbour Local Board has invested \$6.8m in capital expenditure and \$11.3m in net operating expenditure for the year to 30 June 2018.

Net cost of service was \$1.4m behind budget for the year. The overspend in asset based services expenditure of \$1.4m related to projects in the Parks, Sports and Recreation activity.

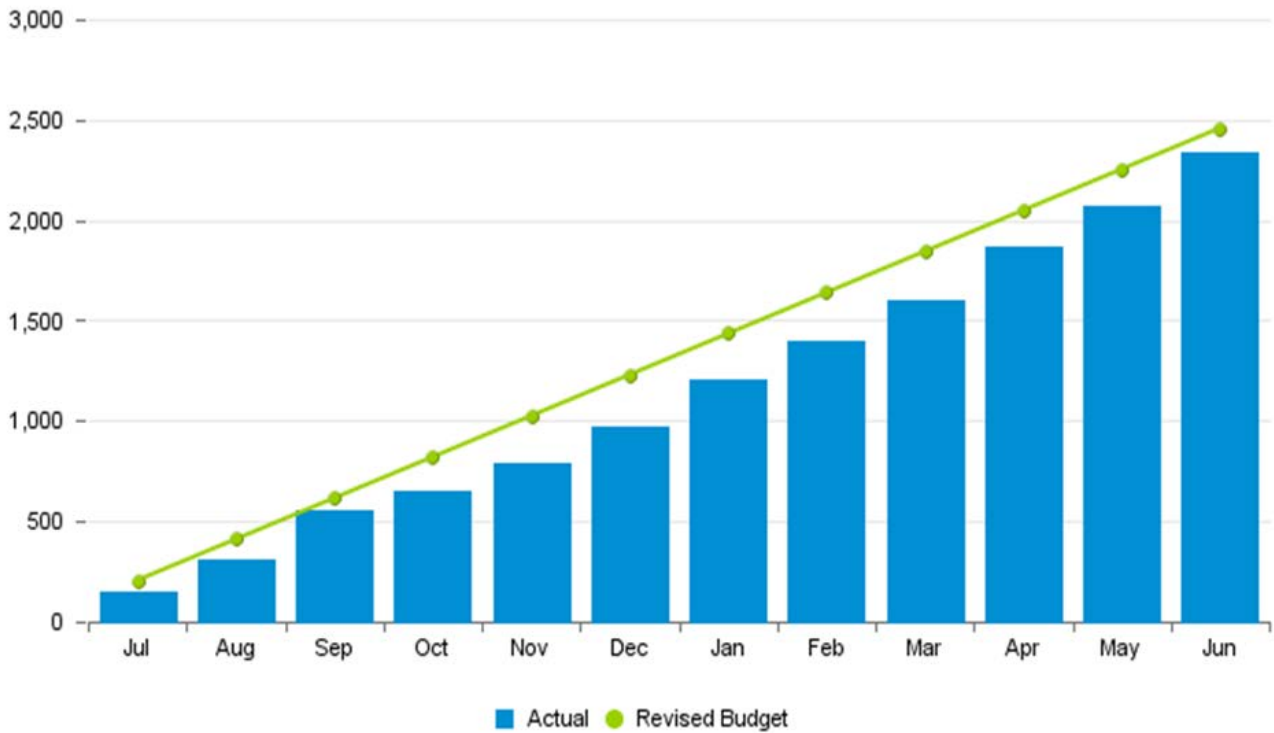
From the local boards' Locally Driven Initiatives (LDI) funding, the majority of projects were completed and where required, budget has been carried forward to 2018/2019 to ensure all planned projects can be completed.

Revenue was slightly behind budget for the year and relates to the Albany Stadium Pool.

The majority of the capital investment this financial year has occurred in the Community Services activity (\$2.2m) and Parks, Sport and Recreation activity (\$3.8m) with a further \$876k spent in the Planning and Development activity. Projects that have not been completed and will require budget to be carried forward to 2018/2019 have been highlighted in the work programme update to 30 June 2018.

Operating Revenue

Operating Revenue (\$000) for FY 2018



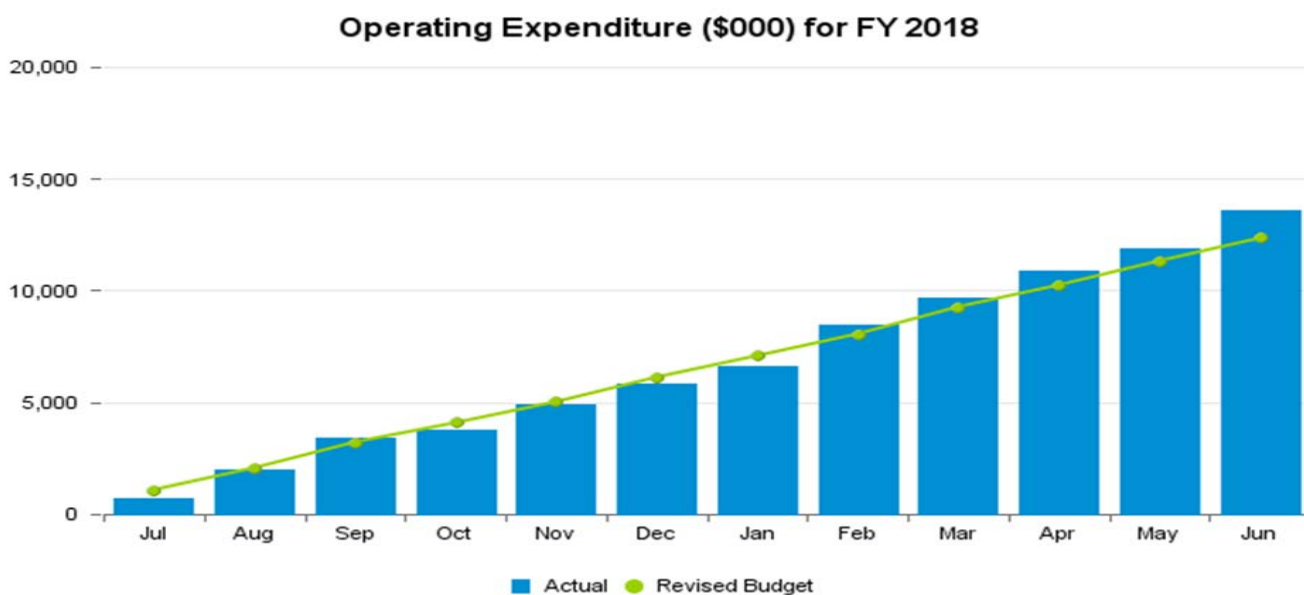
Operating Revenue

█ On Target
 █ Under Review
 █ Not Meeting Target

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	89	55	34	55	55
Local parks, sport and recreation	2,251	2,411	(160)	2,411	2,411
Total Operating Revenue	2,340	2,466	(126)	2,466	2,466

Operating revenue was slightly behind budget for the 2017/2018 year. This related to the Albany Stadium Pool in both the fitness and aquatics areas due to a closure of facilities for a period during the first half of the financial year. Following this closure, the revenue has been on track with budget.

Operating Expenditure



Operating Expenditure

█ On Target
 █ Under Review
 █ Not Meeting Target

Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	2,656	2,740	84	2,740	2,730
Local environmental management	194	197	3	197	197
Local governance	1,085	1,085	0	1,085	1,085
Local parks, sport and recreation	8,904	7,517	(1,387)	7,517	7,493
Local planning and development	782	809	27	809	809
Total Operating Expenditure	13,621	12,348	(1,273)	12,348	12,314

The overall operating expenditure variance was \$1.3m above budget for the 2017/2018 year.

Locally driven initiative (LDI) projects were \$169k below budget for the year. During the quarter, the local board allocated \$10k for fruit tree planting, \$5k for water connection at Catalina Community Gardens and \$4k for a Harbour Sport Matariki event. Local operating community grants of \$135k were also allocated to community groups throughout the year. The majority of LDI projects were completed within budgets and those projects which were not finished will have budget carried forward to the 2018/2019 year to ensure they can be completed. These projects include water sports facility options and the Headquarters building opening.

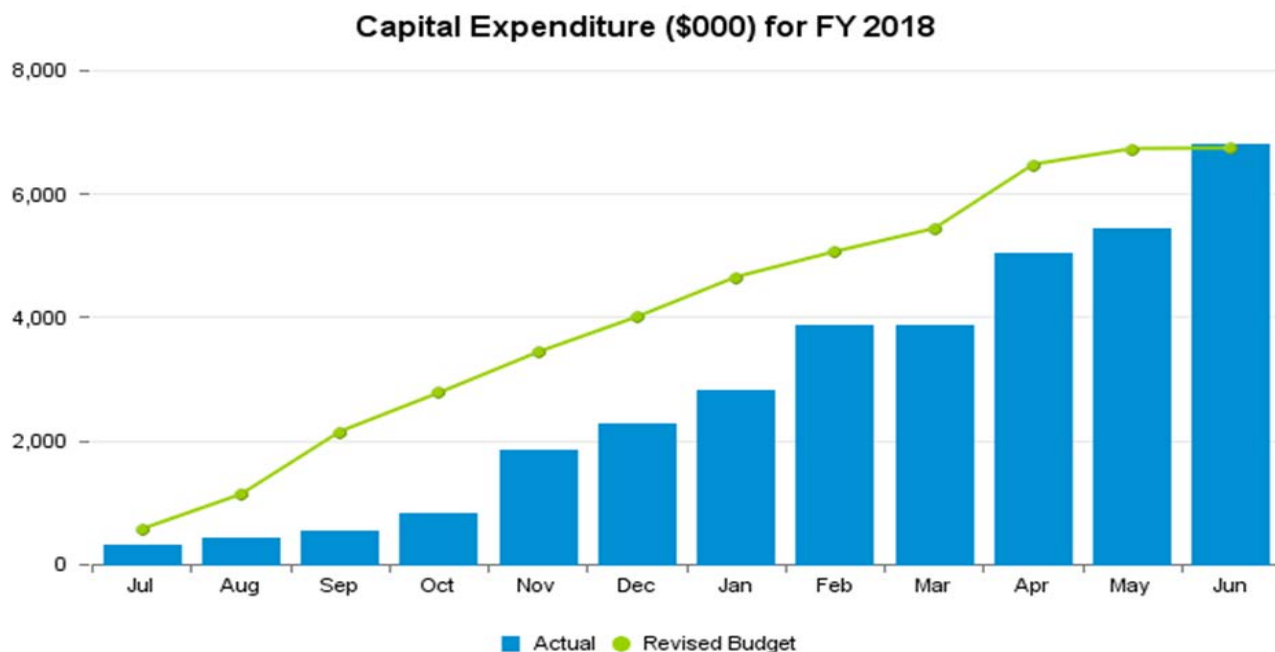
The overspend in operating expenditure is mainly related to projects in asset based services. The main cause of this variance is due to the remapping of the new Project 17 full facility maintenance contract assets during the year to the correct local boards, causing increased costs to come in at a local board level.

The detailed LDI expenditure by project for the year to 30 June 2018 is reflected in the following schedule.

Locally Driven Initiatives 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	176	176	0	176	176
Albany Coco	60	60	0	60	60
ANZAC	6	10	4	10	10
Community placemaking initiatives	88	88	0	88	88
Event partnership	19	19	0	19	19
Inclusion and diversity	6	20	14	20	20
Local civic functions	2	20	18	20	10
Local community grants	135	155	20	155	155
Maori responsiveness	5	5	0	5	5
Movies in parks local	36	36	0	36	36
Youth programmes community development	25	25	0	25	25
Total Local community services	557	614	57	614	604
Environment response fund	50	50	0	50	50
Industry Pollution Prevention Programme	20	20	0	20	20
Sustainable Schools Project	19	20	1	20	20
Total Local environmental management	89	90	1	90	90
LDI Volunteers parks	37	40	3	40	40
Local parks art work maintenance	8	8	0	8	8
Parks maintenance - reserve planting	32	20	(12)	20	20
Parks response fund	(43)	0	43	0	0
Parks strategic fund	80	130	50	130	130
Tennis Northern operational grant	30	30	0	30	30
Total Local parks, sport and recreation	144	228	84	228	228
Planning and development response fund	0	17	17	17	17
Support international education providers	0	10	10	10	10
Young Enterprise Scheme	2	2	0	2	2
Total Local planning and development	2	29	27	29	29
Total	792	961	169	961	951

Capital Expenditure



Activity	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local community services	2,152	2,017	(135)	2,017	3,147
Local parks, sport and recreation	3,779	3,907	128	3,907	2,690
Local planning and development	876	815	(61)	815	0
Total Capital Expenditure	6,807	6,739	(68)	6,739	5,837

The Upper Harbour Local Board capital delivery was 101% against a \$6.7m total budget for the 2017/2018 year. Capital projects underway or completed include Hobsonville Corridor reserves, Community House development at Hobsonville Point, Albany Community Hub, facility renewals at Albany Village Hall and Sunderland Lounge, coastal renewals at Christmas Beach, Meadowood carpark renewal and surface renewal at Bay City Park.

From the LDI Capex fund, there is still a portion of the 3 year LDI Capex funding unallocated, the majority of this balance has been rolled into 2018/19 and is still available for future allocation to projects. In the fourth quarter, the local board allocated a further \$107k to projects from the LDI Capex fund.

The detailed capital expenditure by project for the year to 30 June 2018 is reflected in the following schedule.

Capital Expenditure – all projects

Project Name	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Community house development (Hobsonville Point)	1,687	1,572	(115)	1,572	1,900
Community hub (Albany)	360	298	(62)	298	1,087
ACE - Community house and centre renewals	105	147	42	147	74
Local library renewals	0	0	0	0	86
Community services	2,152	2,017	(135)	2,017	3,147
Parks - Asset renewals	1,716	1,917	201	1,917	1,415
Sport development	188	1,124	936	1,124	120
Locally driven initiatives (LDI Capex)	312	344	32	344	460
Parks - Coastal asset renewals	461	321	(140)	321	245
General park development	171	176	5	176	450
Parks - Sports fields renewals	0	25	25	25	0
Greenway and walkway development	7	0	(7)	0	0
Leisure facility equipment renewals	15	0	(15)	0	0
Minor Fixed Asset	13	0	(13)	0	0
Playscape development	4	0	(4)	0	0
Stadium Pool (Albany)	892	0	(892)	0	0
Parks sport and recreation	3,779	3,907	128	3,907	2,690
Reserves one two and three PC14 (Hobsonville Corridor)	876	815	(61)	815	0
Planning	876	815	(61)	815	0
Total	6,807	6,739	(68)	6,739	5,837