

# Operating performance financial summary

## Operating performance

\$(000,s)	FY2019 Quarter 2			FY 2019	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
<b>Net operating expenditure</b>	<b>11,219</b>	<b>10,313</b>	<b>(906)</b>	<b>19,533</b>	<b>18,019</b>
<b>Operating revenue</b>	<b>2,746</b>	<b>3,205</b>	<b>(459)</b>	<b>6,232</b>	<b>5,835</b>
Community services	2,746	3,205	(459)	6,232	5,835
<b>Operating expenditure</b>	<b>13,965</b>	<b>13,518</b>	<b>(447)</b>	<b>25,766</b>	<b>23,854</b>
Community services	12,956	12,476	(480)	23,685	21,872
Environmental services	130	135	5	245	241
Governance	497	498	1	983	983
Planning	382	409	27	853	758

Note: Includes Asset Based and LDI

## LDI by activity

<b>Operating expenditure</b>	<b>1,154</b>	<b>1,172</b>	<b>18</b>	<b>1,951</b>	<b>1,891</b>
Community services	974	1,040	66	1,665	1,650
Environmental services	106	107	1	191	191
Planning	74	25	(49)	95	50

## Commentary

Net operating expenditure for the six months to 31 December 2018 was \$11,219 million over budget by \$906,000 (9%).

Operating revenue of \$2.746 million was under budget by \$459,000 (14%) mainly due to reduced attendance numbers at the West Wave aquatic centre partly due to the shut down in September for maintenance.

Operating expenditure of \$13.965 million was over budget by \$447,000 (3%). The main driver for the overspend relates to the full facility maintenance contract (asset based services) which is ahead of planned schedule on parks/ open spaces where there has been a major focus on ensuring the contractors are meeting their service delivery outcomes and an increase in building maintenance at West Wave aquatic centre.

LDI (locally driven initiatives) expenditure of \$1.154 million was under budget by \$18,000 (1.5%). The main drivers of the under-spend being;

- Delays in full allocation of the community response fund
- Scoping of Community Arts programmes
- Implementation of the Waitakere Ki Tua - the Maori Responsiveness guide to begin in quarter three.
- Transitioning of the CCTV system across to Auckland Transports Safe Cities network.  
Offset by;
- Completion of the Pop Business school and Kitchen Project ahead of schedule

The Awareness and connection LDI budget of \$25,000 will not be delivered and is available for reallocation or deferment.

## 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	102	102	0	204	204
ANZAC	0	0	0	15	15
Awareness and connection	0	0	0	25	25
Capacity building programme	238	238	0	238	238
Community Arts Programmes	0	18	18	18	18
Community placemaking initiatives	80	80	0	80	80
Community response operating fund	3	29	26	58	58
Community safety	4	20	16	30	30
Connection plan development	16	16	0	40	40
Creating a Maori identity	2	9	7	23	23
Henderson Fairy Lights	0	2	2	4	4
Informal social recreation projects	10	10	0	40	40
Kelston Community Centre service review	11	0	(11)	10	10
LDI Programme Events in local parks	0	1	1	5	10
LDI Volunteers parks	19	16	(3)	39	39
Local civic functions	2	9	7	20	10
Local community grants	64	62	(2)	124	124
Local events fund	155	120	(35)	270	270
Maori responsiveness	0	15	15	30	30
Neighbourhood development	138	138	0	138	138

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Older persons	8	10	2	10	10
Play network assessment	2	8	6	20	20
Te Atatu South Park	0	4	4	15	0
Te Atatu Waka Ama	8	8	0	25	0
Te Rangi Hiroa nursery site	0	5	5	20	0
Urban Forest (Ngahere) strategy	0	6	6	15	15
West Auckland riding for disabled	0	0	0	30	30
Youth connections across Auckland	0	0	0	0	50
Youth development initiatives	114	114	0	119	119
<b>Total Community services</b>	<b>974</b>	<b>1,040</b>	<b>66</b>	<b>1,665</b>	<b>1,650</b>
Bike Hub	10	5	(5)	10	10
Community environmental services	0	0	0	10	10
Eco City activation	18	18	0	35	35
Ecowest Festival	5	5	0	9	9
Industry Pollution Prevention Programme	5	5	0	10	10
Nga Puna Manaaki Inanga project	0	7	7	23	23
Northwest Wildlink	41	41	0	41	41
Project homewise - sustainability & ecology initiatives	5	5	0	10	10
Sustainability initiatives (PO2311615)	18	18	0	35	35
Weed Control Projects	4	4	0	8	8
<b>Total Environmental services</b>	<b>106</b>	<b>107</b>	<b>1</b>	<b>191</b>	<b>191</b>
Henderson implementation plan initiatives	19	15	(4)	30	30
Locally Driven Initiatives (ATEED)	55	10	(45)	65	20
<b>Total Planning</b>	<b>74</b>	<b>25</b>	<b>(49)</b>	<b>95</b>	<b>50</b>
<b>Total</b>	<b>1,154</b>	<b>1,172</b>	<b>18</b>	<b>1,951</b>	<b>1,891</b>

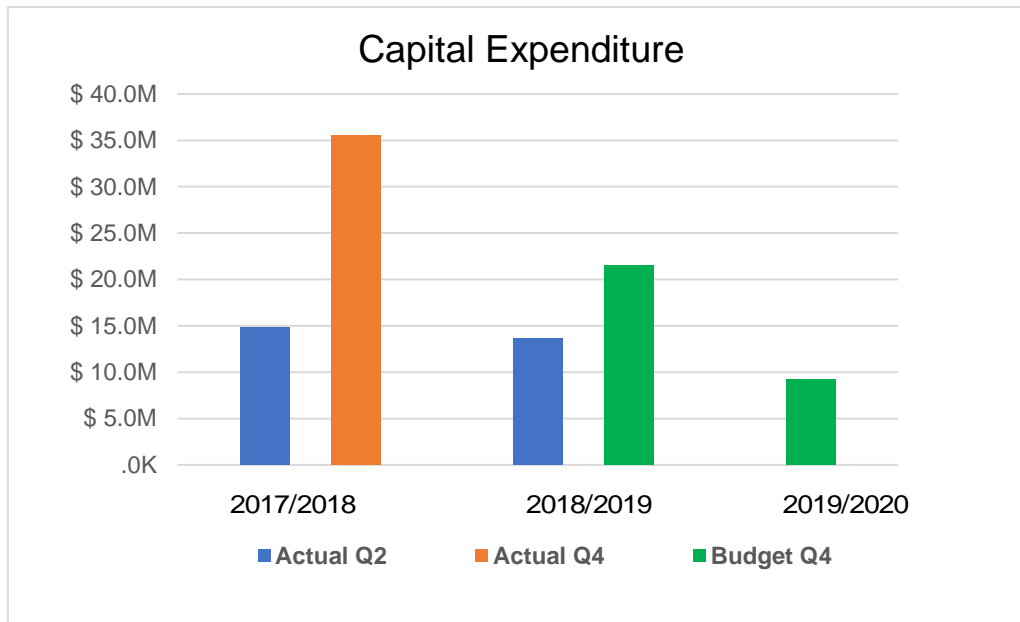
# Capital expenditure summary

## Capital expenditure

\$(000,s)	FY19 Quarter 2			FY 19	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
<b>Capital expenditure</b>	<b>13,668</b>	<b>12,919</b>	<b>(748)</b>	<b>21,524</b>	<b>22,273</b>
Community services	12,869	12,297	(571)	20,640	20,428
Planning	799	622	(177)	884	1,845

Note: Includes Asset Based and LDI

## Capital delivered



## Commentary

Capital expenditure of \$13.668 million is over budget by \$748,000.

The main drivers of the overspend mainly due to;

- Multi-purpose facility at Westgate-physical works are nearing completion and planned opening in first quarter of 2019. Changes in scope resulted in additional costs.
- Sport development-physical works have commenced at field 5 at Moire Park and is due to complete in May 2019. Offset by;
- General park restoration- allocation of expenditure plan now approved. Royal reserve improvements main contributor.

LDI capex:

LDI capital expenditure was \$15,000 an underspend to date of \$167,000.

- LDI capital projects are at early stages of progress, e.g. assessment, design or consent and no programme issues are noted at this stage.

## Capital Expenditure – all projects

Project Name	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Multi-purpose community facility (Westgate)	10,740	9,532	(1,208)	13,198	15,901
Local asset renewals programme	1,134	1,154	20	3,095	2,363
General park restoration (SH16/20)	3	746	743	2,664	0
General park development	384	282	(102)	282	0
Parks - Coastal asset renewals	40	206	166	372	320
Locally driven initiatives (LDI Capex)	15	182	167	380	1,234
Sport development	398	161	(237)	522	380
Greenway and walkway development	129	32	(97)	97	0
Youth facility (Massey North)	26	2	(24)	30	30
Park improvements (general)	0	0	0	0	200
<b>Total Community services</b>	<b>12,869</b>	<b>12,297</b>	<b>(571)</b>	<b>20,640</b>	<b>20,428</b>
Stormwater PC15 (Totara ponds)	793	601	(192)	856	0
Stormwater PC14 (Waiarohia ponds)	6	21	15	28	700
Open spaces (Massey North)	0	0	0	0	1,145
<b>Total Planning</b>	<b>799</b>	<b>622</b>	<b>(177)</b>	<b>884</b>	<b>1,845</b>
<b>Total</b>	<b>13,668</b>	<b>12,919</b>	<b>(748)</b>	<b>21,524</b>	<b>22,273</b>
<b>Subsidies and grants for capital expenditure</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>