

Operating performance financial summary

Operating performance

\$(000's)	FY2019 Quarter 2			FY 2019	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Net operating expenditure	6,486	6,804	318	12,978	11,986
Operating revenue	287	225	62	443	444
Community services	287	225	62	443	444
Operating expenditure	6,772	7,029	257	13,420	12,429
Community services	5,526	5,763	237	11,238	10,360
Environmental services	19	40	21	143	140
Governance	473	473	0	935	935
Planning	754	753	(1)	1,104	994

Note: Includes Asset Based and LDI

LDI by activity

Operating expenditure	471	706	235	1,496	1,365
Community services	455	669	214	1,303	1230
Environmental services	17	38	21	138	135
Planning				55	0

Commentary

The **net operating expenditure** at \$6.486 million is 5 per cent (\$318,000) below the budget.

Operating revenue is above the budget by \$62,000 and is mainly from miscellaneous income from libraries, community leases and Te Oro Music and Arts centre.

Operating expenditure at \$6.772 million is below budget by 4 per cent (\$257,000) and mainly in Locally Driven Initiatives (LDI). Several projects are in progress with delivery in the next 6 months

Watching brief for key projects that are behind budget are:

- Integrated ACE activity including broker community activation. This is the first year of implementing a new programme and various parts of the programme are work in progress. The Partnership Broker has been appointed in October 2018 and Expression of Interest for initiatives to be supported by the partnership fund will close in January 2019
- Ready to rent - a series of pilot workshops will start in Quarter three, targeting Oranga vulnerable renters with other workshops planned for Quarter four.
- Youth Connection – programme delivery has been transferred to The Southern Initiative in November 2018 and initiatives need to be confirmed.
- Community led Riparian restoration – to discuss options for this project with the local board in February.

Note that the 2017/2018 approved operating expenditure carry forward has now been included in the revised budget. Further project details are available in Quarter Two Work Programme update.

LDI Operating Expenditure – all projects

Net Operating Expenditure	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
ACE LDI Staff allocation	91	91	0	182	182
ANZAC	0	0	0	6	6
Capacity building programme/Ready to rent	9	30	21	80	80
Christmas events	1	15	14	15	31
Community placemaking initiatives/ Funding broker community activation	5	38	33	75	75
Community Places programme LDI top up/ Riverside Community Centre Programme delivery	0	11	11	22	22
Community response operating fund	10	11	1	26	10
Ecological volunteers environmental programme	3	6	3	15	15
Local civic functions	4	5	1	9	9
Local community grants	90	60	(30)	120	120
Local events fund	96	68	(28)	117	117
Panmure hall activation	37	38	1	75	75
Parks response fund	(5)	5	10	22	0
Parks Sports and Rec svc provision	56	25	(31)	63	63
Ruapotaka Marae support projects	0	25	25	30	30
Supporting Communities to Lead - Integrated ACE activity	45	236	191	432	270
Urban Forest (Ngahere) strategy	0	6	6	15	15
Youth Co-design events	12	0	(12)	0	60
Youth connections across Auckland	0	0	0	0	50
Total Community services	455	669	214	1,303	1,230

Net Operating Expenditure	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Carbon reduction initiatives	0	0	0	25	25
Community led Riparian restoration	0	0	0	20	20
Eco City activation/ Love Your Neighbour	10	10	0	10	10
Healthy homes project	3	3	0	3	0
Manukau Harbour Forum	0	3	3	10	10
Manukau Harbour water quality impr	1	0	(1)	0	0
Sustainable Schools Project / Pest education & management	0	6	6	20	20
Tamaki Est/Panmure Basin water qual impr	2	0	(2)	0	0
Tamaki Estuary environmental forum	1	2	1	5	5
Water quality monitoring	0	0	0	5	5
Water Quality projects	0	14	14	40	40
Total Environmental services	17	38	21	138	135
Review existing concept/masterplans	0	0	0	15	0
Ruapotaka Reserve precinct impl	0	0	0	40	0
Total Planning	0	0	0	55	0
Total	471	706	235	1,496	1,365

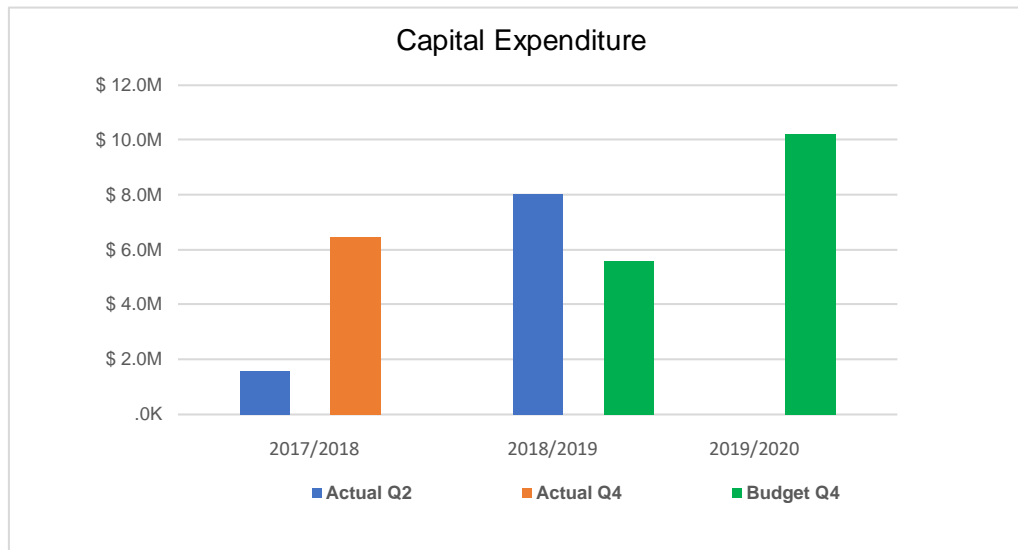
Capital expenditure summary

Capital expenditure

\$(000's)	FY2019 Quarter 2			FY 2019	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Capital expenditure	8,052	2,120	(5,932)	5,560	5,573
Community services	8,052	2,120	(5,932)	5,560	5,573

Note: Includes Asset Based and LDI

Capital delivered



Commentary

Capital expenditure at \$8.052 million is 280 per cent (\$5.934 million) above budget and mainly in:

- Local asset renewals programme \$3.514 million include coastal wall renewal and Panmure wharf, renewal of the Lagoon pool, upgrade of Onehunga pool and Panmure library.
- General park development \$1.057 million spent in the Panmure basin, Onehunga Bay Reserve and Taniwha Reserve.
- Greenway and walkway development \$3.344 million for the Tamaki Estuary coastal walkway

LDI capex.

The full year's revised budget for LDI capex is \$935,000 and the actual year to date expenditure is \$27,000.

LDI capex projects under Investigation and Design include:

- Onehunga Bay Reserve – to confirm scope and progress the concept stage by end of March 2019.
- Wai-o-Taiki Nature Reserve – scoping to refine the design brief with the board in February 2019.

LDI minor capex \$50,000 – to identify projects that require funding

Parking Reserve Fund \$509,000 – to identify parking projects for allocation.

Further project details are available in Quarter Two Work Programme update.

Capital Expenditure – all projects

Project Name	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Local asset renewals programme	3,514	1,324	(2,190)	3,172	3,354
Locally driven initiatives (LDI Capex)	27	314	287	935	1,019
General park development	1,057	281	(776)	901	850
Sport development	0	96	96	242	100
Greenway and walkway development	3,344	41	(3,303)	100	100
Sportspark Development (Waikaraka Park)	14	38	24	100	100
Stage one development (Sir Woolf Fisher Park)	70	20	(50)	60	0
Upgrade (Jubilee bridge)	24	4	(20)	50	50
Playscape development	2	0	(2)	0	0
Total Community services	8,052	2,120	(5,932)	5,560	5,573
Total	8,052	2,118	(5,934)	5,560	5,573