

Operating performance financial summary

Operating performance

\$ (000,s)	FY19 Quarter 3			FY 19	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Net operating expenditure	9,922	10,376	454	13,481	12,328
Operating revenue	190	167	23	224	224
Community services	190	167	23	224	224
Operating expenditure	10,112	10,543	431	13,705	12,552
Community services	8,320	8,644	324	11,418	10,273
Environmental services	147	167	20	242	236
Governance	730	730	0	975	975
Planning	915	1,002	87	1,070	1,068

Note: Includes Asset Based and LDI

LDI by activity

Operating expenditure	978	1,145	167	1,521	1,452
Community services	814	941	127	1,230	1,169
Environmental services	145	165	20	237	231
Planning	19	39	20	54	52

Commentary

Net operating expenditure for the nine months to 31 March 2019 was \$9,922,000 under budget by \$454,000 (4.4%).

Operating revenue of \$190,000 was over budget by \$23,000 (13%) mainly due to unbudgeted sales of printing/copying services at New Lynn, Avondale and Blockhouse Bay libraries.

Operating expenditure of \$10,112,000 was under budget by \$431,000 (4.1%). The asset based services under spend component mainly relates to property related costs being coded regionally in error. This will be corrected in next quarter.

LDI (locally driven initiatives) expenditure of \$978,000 was under budget by \$167,000 (14.6%). This mainly relates to;

- Revitalisation of town centres –(\$55,000) delays in scoping and planning, the budget has since been reallocated.
- Catchment care-(\$35,000) delays in scoping projects by the recently formed Whau Ecology Network. Funding agreements are being completed.
- Timing delays on Community Grants-(\$21,000)
- Economic development action plan-(\$18,000) -implementation of specific initiatives has not taken place and is unlikely to progress in 2018/19.

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	141	141	0	188	188
Additional support for volunteer libraries	1	5	4	7	7
ANZAC	0	4	4	18	18
Capacity building programme	50	50	0	50	50
Coastal walkway trust	20	14	(6)	20	20
Community Arts Programmes	85	85	0	85	85
Community facilities - support programme	10	10	0	10	10
Community placemaking initiatives	91	101	10	112	120
Creating a Maori identity	2	7	5	10	10
Ecological volunteers environmental programme	14	26	12	37	37
Extended Library hours	21	32	11	43	43
Kai Across the Whau	15	15	0	15	15
Local civic functions	2	0	(2)	0	0
Local community grants	54	75	21	153	150
Local events fund	129	137	8	147	147
Local Park development programme opex	14	24	10	35	35
Maori responsiveness	0	11	11	15	15
Pacific and Ethnic voices	31	15	(16)	20	20
Park community partnerships	54	45	(9)	65	65

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Recreation programmes	10	20	10	40	40
Revitalisation of town centres	0	55	55	80	25
Urban Forest (Ngahere) strategy	0	3	3	5	5
Youth capacity building	47	43	(4)	43	35
Youth connections across Auckland	23	23	0	32	30
Total Community services	814	941	127	1,230	1,169
Bike Hub	5	8	3	10	10
Carbon reduction initiatives	5	4	(1)	8	8
Catchment Care	3	38	35	38	38
Eco City activation	8	11	3	15	15
Ecowest Festival	5	7	2	9	9
Ethnic Communities Engagement	5	4	(1)	5	5
Healthy homes project	11	11	0	31	25
Industry Pollution Prevention Programme	20	20	0	20	20
Manukau Harbour Forum	1	8	7	10	10
Project homewise - sustainability & ecology initiatives	24	8	(16)	30	30
Sustainability initiatives (PO2311615)	58	46	(12)	61	61
Total Environmental services	145	165	20	237	231
Heritage protection project	9	15	6	20	20
Locally Driven Initiatives (ATEED)	6	24	18	34	32
Migrant Business Support program	4	0	(4)	0	0
Total Planning	19	39	20	54	52
Total	978	1,145	167	1,521	1,452

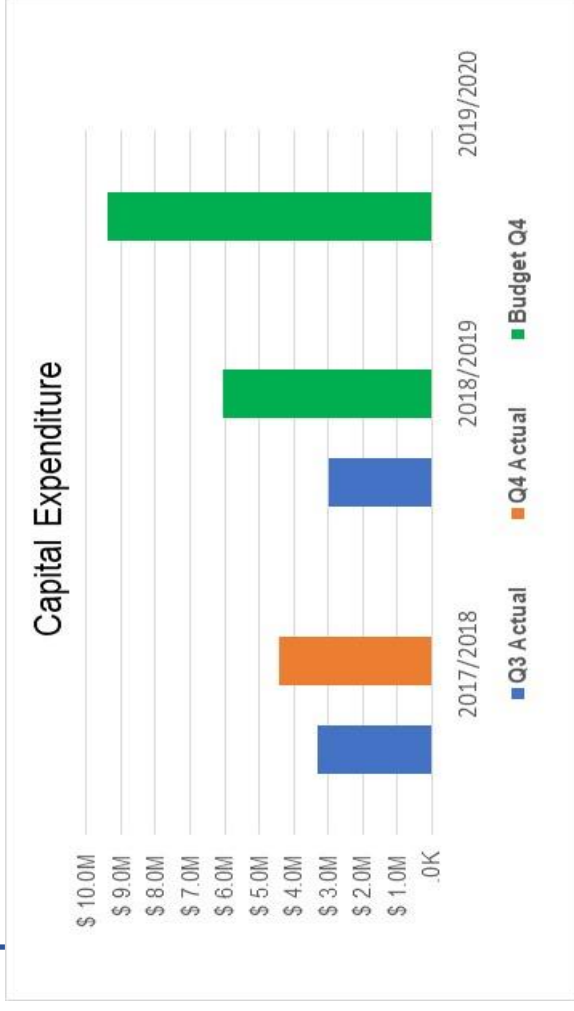
Capital expenditure summary

Capital expenditure

\$ (000,s)	FY19 Quarter 3		FY 19		
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
Capital expenditure	2,995	3,845	850	6,039	8,347
Community services	2,995	3,836	841	6,027	5,797
Planning	0	9	9	12	2,250

Note: Includes Asset Based and LDI

Capital delivered



Commentary

Capital expenditure to date is \$2,995,000, an under spend of \$850,000.

This is mainly a result of;

- LDI capex of \$184,000 is under budget by \$729,000 to date. The underspend being a result of LDI projects at various stages of progress, e.g. consent, tender or design phase. The main LDI project underspend relates to Archibald Park - develop playground and fitness area where resource consent application decision is pending.
- General park restoration -\$447,000 underspend to date. Key projects-Archibald Park - design and construction of waka ama storage shed-detailed design work about to commence. Sandy Lane Reserve-works to be included as part of Rizal reserve work programme and design and consent to be developed.
- Local asset renewal programme- over budget by \$482,000. Olympic Park sportsfield renewal being the largest contributor where physical work progressed despite a lot of unforeseen contaminated material found on site which was not budgeted.
- Greenway and walkway development – over budget by \$209,000. Te Whau Pathway -consultancy costs for resource consents and costs incurred for technical reports being main driver.

Subsidies and grants for Capital expenditure

- Funding received for the Te Whau Boat Ramp and Pontoon.
- Further details by project are in the Quarter 3 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	1,723	1,241	(482)	1,948	1,114
Locally driven initiatives (LDI Capex)	184	913	729	1,399	1,877
Sport development	518	612	94	763	1,386
General park restoration (SH16/20)	22	469	447	580	320
Greenway and walkway development	523	314	(209)	687	500
Recreation centre development	7	140	133	350	350
Community centre replacement (Avondale)	14	127	113	250	200
Play space, walkway and landscaping (Crown Lynn)	4	20	16	50	50
Total Community services	2,995	3,836	841	6,027	5,797
Stormwater pond (Crown Lynn precinct)	0	9	9	12	2,550
Total Planning	0	9	9	12	2,550
Total	2,995	3,845	850	6,039	8,347
Subsidies and grants for capital expenditure	443	0	443	0	0