

# Operating performance financial summary

## Operating performance

\$(000's)	FY 2020 Quarter 2			FY 2020	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
<b>Net operating expenditure</b>	<b>6,038</b>	<b>6,235</b>	<b>197</b>	<b>11,540</b>	<b>10,311</b>
<b>Operating revenue</b>	<b>849</b>	<b>990</b>	<b>(141)</b>	<b>1,935</b>	<b>1,987</b>
Community services	849	990	(141)	1,935	1,987
<b>Operating expenditure</b>	<b>6,887</b>	<b>7,225</b>	<b>338</b>	<b>13,475</b>	<b>12,298</b>
Community services	5,545	5,926	381	10,844	9,750
Environmental services	52	27	(25)	53	53
Governance	434	433	(1)	862	862
Planning	856	839	(17)	1,716	1,633

Note: Includes Asset Based Services and LDI

## LDI by activity

\$(000's)	FY 2020 Quarter 2			FY 2020	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
<b>Operating expenditure</b>	<b>794</b>	<b>963</b>	<b>169</b>	<b>1,576</b>	<b>1,345</b>
Community services	661	871	210	1,355	1,174
Environmental services	50	25	(25)	50	50
Planning	83	67	(16)	171	121

## Commentary

**Net operating expenditure** at the end of the half year mark was \$6.0 million a variance of \$197,000 below budget.

**Operating revenue** was \$141,000 below budget. The second quarter result was generally on budget, the lower revenue resulted from the annual shutdown of the leisure centre for maintenance that took place near the end of the first quarter. The member retention programme was run successfully as well as higher fitness visits compared to the same period the previous year.

Overall **operating expenditure** of \$6.9m was \$338,000 below budget. The lower expenditure is due to slightly lower parks maintenance costs (less mowing than was scheduled due to wet conditions) as well as budget set aside for the Korean Garden (funded from LDI) showing a variance of \$148,000. The Korean Garden project is currently progressing through the licence to occupy process which will be finalised in February.

The **Locally Driven Initiatives (LDI)** budget has been credited with \$8,000 for filming revenue that was earned from activities undertaken in local parks / reserves. The budget can be allocated to any discretionary activity the board wishes to support including the community grants budget.

The board has allocated \$138,000 from its community grants budget which leaves the board with \$145,000 for the remainder of the year.

There are no risks to note at the end of the period.

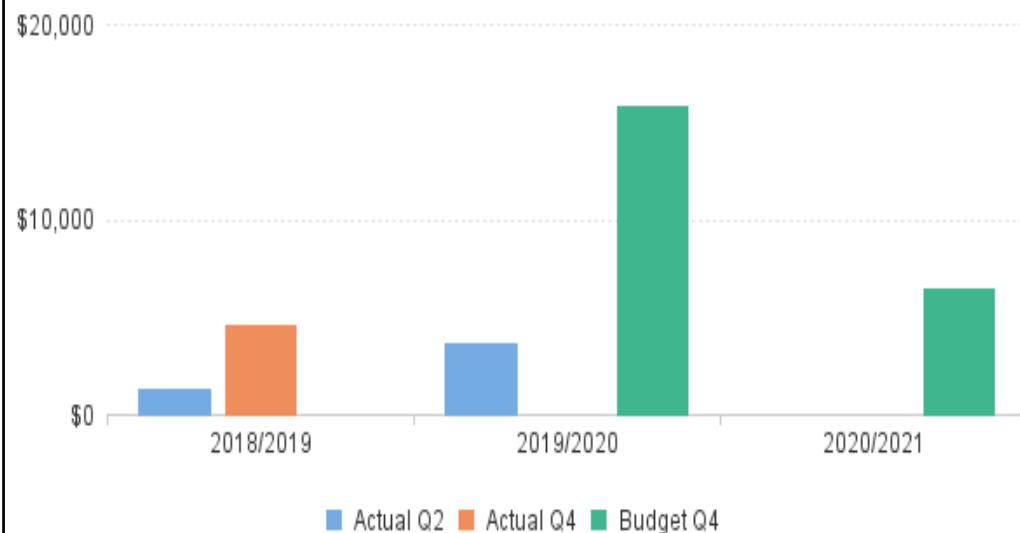
## LDI Operating Expenditure – all projects

Net Cost of Service	Year To Date (\$000)			Full Year (\$000)	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
3rd Party Facility Sport and Recreation Access	5	5	0	5	0
ACE LDI Staff allocation	97	97	0	195	195
ANCAD	50	50	0	50	50
ANZAC	0	0	0	33	33
Devonport historical and museum society	20	20	0	20	20
Devonport peninsular trust	140	140	0	140	140
Ethnic and diverse communities:	0	10	10	10	10
Event partnership	29	29	0	29	29
Extended Library hours	19	37	18	73	72
Inclusion and diversity	0	0	0	10	10
Korean Garden grant	1	149	148	149	0
LB Film income	0	0	0	8	0
LDI Programme Events in local parks	4	0	(4)	15	15
LDI Volunteers parks	12	11	(1)	45	45
Local civic functions	1	3	2	5	5
Local community grants	106	124	18	263	249
Maori responsiveness	0	4	4	9	5
North Shore Brass	17	17	0	17	17
Open Space management	0	0	0	60	60
Reserve service assessment	0	5	5	20	20
Takapuna Beach Reserve feasibility	3	0	(3)	0	0
Takapuna community facilities trust	150	150	0	150	150
Youth programmes community development	8	20	12	50	50
<b>Total Community services</b>	<b>661</b>	<b>871</b>	<b>210</b>	<b>1,355</b>	<b>1,174</b>
Northwest Wildlink	50	25	(25)	50	50
<b>Total Environmental services</b>	<b>50</b>	<b>25</b>	<b>(25)</b>	<b>50</b>	<b>50</b>
LDI BID partnership management and administration	83	44	(39)	88	88
Locally Driven Initiatives (ATEED)	0	17	17	53	33
Planning and development response fund	0	6	6	30	0
<b>Total Planning</b>	<b>83</b>	<b>67</b>	<b>(16)</b>	<b>171</b>	<b>121</b>
<b>Total</b>	<b>794</b>	<b>963</b>	<b>169</b>	<b>1,576</b>	<b>1,345</b>

## Capital expenditure

\$(000's)	FY 2020 Quarter 2			FY 2020	
	Actual	Revised Budget	Variance	Revised Budget	Annual Plan
<b>Capital expenditure</b>	<b>3,596</b>	<b>4,091</b>	<b>495</b>	<b>15,762</b>	<b>10,527</b>
Community services	3,550	3,819	269	10,220	6,944
Planning	46	272	226	5,542	3,583

### Capital delivered (\$000)



## Commentary

Total capital expenditure at the end of the quarter was \$3.6m. A few renewals are in the scoping and tendering phases which has led to the slight underspend. Delivery and spend should pick up during the last two quarters of the financial year.

Completed projects in the quarter included:

- Lake Pupuke southern walkway (\$683,000) works were completed and opened to the public
- Renewals at Takapuna Library (\$628,000) to replace the air handling units were completed
- Rahopara Pa Reserve toilet renewal (\$212,000).

Several minor renewals were also completed within the park furniture and park toilets programme as outlined in the work programme.

Major projects in progress:

Windsor Reserve Playground renewal is in progress with expected completion in quarter three.

The final costs of the Lyford Reserve Track project have been confirmed and resulted in a saving of \$70,000 compared to the LDI capex allocation made by the board. The \$70,000 will be credited to the boards LDI budget and will be available for allocation. No additional funds are currently available from the board's LDI budget.

## 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	2,635	3,001	366	8,037	5,012
Greenway and walkway development	683	251	(432)	675	0
Parks - Coastal asset renewals	9	243	234	653	206
Locally driven initiatives (LDI Capex)	11	217	206	574	1,226
Sport development	204	96	(108)	255	500
Fort Takapuna Heritage Project	7	10	3	27	0
<b>Total Community services</b>	<b>3,550</b>	<b>3,819</b>	<b>269</b>	<b>10,220</b>	<b>6,944</b>
Road revitalisation (Takapuna Centre – Hurstmere Road)	46	272	226	5,542	3,583
<b>Total Planning</b>	<b>46</b>	<b>272</b>	<b>226</b>	<b>5,542</b>	<b>3,583</b>
<b>Total</b>	<b>3,596</b>	<b>4,091</b>	<b>495</b>	<b>15,762</b>	<b>10,528</b>