

# Te Whānau Tupu Ngātahi o Aotearoa | Playcentre Aotearoa

## Operational Budget 2019/2020

Income	National Expenditure	Governance	Education	PLD	Total	2018/19 Actual*	Commentary
Interest Received	180,000	-	-	-	180,000	169,810	Interest on cash balances held. Better investment and rebalancing of the accounts is expected to result in higher returns despite OCR drop.
Levies	5,375,493	-	-	-	5,375,493	5,296,053	Levy based on MOE bulk funding at the 50% rate.
Sundry Income	43,700	-	874,171	270,000	1,187,871	2,225,467	This revenue is predominantly Tertiary Education Commission and PLD funding. The budgeted figure is lower because of one-off property grants and insurance revenue received in 2018/19
<b>Total Income</b>	<b>5,711,359</b>		<b>874,171</b>	<b>270,000</b>	<b>6,855,530</b>	<b>7,691,330</b>	
<b>Expenditure</b>							
Wages	2,739,797	51,202	978,409	201,557	3,970,965	3,321,186	All other wages, including Management, National, Regional, Education and PLD. Increase in budget predominantly for increased Education wages with increased delivery.
Centre Facing Wages	1,589,947	-	-	-	1,589,947	1,587,779	Wages for Centre Administrators and Centre Support Workers
Other Employment	42,543	-	-	-	42,543	34,313	ACC levies and other employment assistance programmes.
<b>Total Employment</b>	<b>4,372,287</b>	<b>51,202</b>	<b>978,409</b>	<b>201,557</b>	<b>5,603,455</b>	<b>4,943,278</b>	
Building Costs	673,119	-	-	-	673,119	869,316	National property funding towards capital and maintenance projects at centres.
IT Licenses	472,722	-	8,100	-	480,822	397,583	Software licenses including Discover, Juniorlogs and Xero for over 400 centres. Increase in 2019/20 is due to increase in price for Discover and the cross over period between Discover and Juniorlogs.
Insurance Paid	441,860	-	-	-	441,860	492,937	Insurance costs, predominantly for Properties.
Telecoms	549,463	3,000	-	560	553,023	410,114	Telecommunication costs for telephone and internet. Increase due to connection of the last 120 centres expected to take place during this financial year.
<b>Direct Expenses</b>	<b>2,137,163</b>	<b>3,000</b>	<b>8,100</b>	<b>560</b>	<b>2,148,823</b>	<b>2,169,950</b>	



Travel	306,259	185,000	51,975	60,290	603,524	509,222	Travel costs driven by CA and CSW visiting centres, AGM and Hui travel, and Education PLD travel. Increase allows for more education travel and two AGMs to take place in the financial year (Nov 2019 & June 2020).
PR	69,858	-	-	-	69,858	75,968	Public relations on behalf of all centres.
Consultancy, legal Computer expenses	156,699	10,000	33,000	-	199,699	212,964	Employment (HR), recruitment and other legal costs - higher in 2018/19 year due to Amalgamation costs.
Rent and Home Office	118,720	2,400	10,000	9,120	140,240	146,957	Rent for offices that are not owned, plus home office allowances for work from home staff.
Utilities and office costs	183,094	2,500	75,200	9,601	270,395	256,876	Base utilities including electricity, rates and cleaning for regional and national offices.
Audit	60,000	-	13,500	-	73,500	60,000	Audit fees for Group audit and increase for a TEC initiated audit to take place in the 2019/20 year.
PLD	18,000	-	-	500	18,500	6,286	Staff professional development.
<b>Other expenses</b>	<b>912,630</b>	<b>199,900</b>	<b>183,675</b>	<b>79,511</b>	<b>1,375,716</b>	<b>1,268,273</b>	
Depreciation	500,000	-	-	-	500,000	160,398	Depreciation on full building stock from 4 June 2019. The budget has increased due to bringing all Association owned properties onto the national books. This item is non-cash.
<b>Non cash expenses</b>	<b>500,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>500,000</b>	<b>160,398</b>	
<b>Total Operating Expense</b>	<b>7,922,080</b>	<b>254,102</b>	<b>1,170,184</b>	<b>281,628</b>	<b>9,627,994</b>	<b>8,541,898</b>	
<b>Total Operating Loss</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
	<b>2,210,721</b>	<b>254,102</b>	<b>296,013</b>	<b>11,628</b>	<b>2,772,464</b>	<b>850,568</b>	
					<b>500,000</b>	<b>160,398</b>	
					<b>-</b>	<b>-</b>	
					<b>2,272,464</b>	<b>690,170</b>	

\*2018/19 Actuals are based on extrapolated 11 months to July 2019 results.

