

EAST AYRSHIRE COUNCIL

COMMUNITY SERVICES COMMITTEE – 29th MARCH 2006

BUDGETARY CONTROL SUMMARY STATEMENT OUTDOOR AMENITIES AND LEISURE MANAGEMENT TO 5th FEBRUARY 2006 (PERIOD 11)

Joint Report by Executive Head of Finance and Executive Director of Neighbourhood Services

1. PURPOSE OF REPORT

- 1.1 To advise Members of the current budgetary control position and the projected out-turn for the year for Outdoor Amenities and Leisure Management for the period ended 5th February 2006 (Period 11).

2. OVERALL POSITION

- 2.1 The following report relates to service costs and income controlled by the department and includes rechargeable costs for central service charges, FRS 17 pension accounting adjustments and capital charges. The performance to date and projected out-turn for each service is detailed separately within this report.

2.2 Projected Out-turn

The projected out-turn for Outdoor Amenities is a surplus of £930 and the projected out-turn for Leisure Management is a surplus of £5,360 at 31st March 2006.

2.3 Outdoor Amenities Budget Performance to Period 11

The position to date at period 11 is a year to date surplus of £438,204 compared to a budgeted position of year to date surplus of £333,620. This is mainly due to the timing of income and expenditure. Additional income is projected mainly due to additional works being carried out for Housing and ad-hoc income. It is also anticipated that income within cemeteries and golf will be greater than budgeted. A saving on employee costs is anticipated due to managed vacancies across the service. However, this will be offset by additional expenditure on materials, tools and equipment, tree safety work and reduced SLA income. The projected outturn for the year is a surplus of £930. This is £28,070 less than the budgeted surplus of £29,000.

2.4 Leisure Management Budget Performance to Period 11

The position to date at period 11 is a year to date surplus of £120,085 compared to a budgeted year to date surplus of £57,768. This is mainly due to the timing of income and expenditure. An increase in income is projected due to increased attendances at games halls and football pitches reflecting increased demand from the public for services provided. In addition a VAT refund was received from Customs and Excise. A saving on staffing costs is anticipated due to the management of vacant posts. This will be offset by the replacement of obsolete gym equipment, the installation of fire alarms at games halls, increased utility and rates costs and additional car mileage allowance payments. The projected outturn for the year is a surplus of £5,360. This is £6,640 less than the budgeted surplus of £12,000.

2.5 Summary of Subjective Costs – Outdoor Amenities

Phased Budget to 5/2/06	Actual Exp. To 5/2/06	Detail	Annual Estimate 2005/06	Projected Actual to 31/3/06	Variance (Favourable) / Adverse
(3,749,898)	(3,929,256)	INCOME	(5,035,828)	(5,183,528)	(147,700)
2,298,669	2,254,449	LABOUR COSTS	2,767,920	2,704,620	(63,300)
229,685	279,569	SUB CONTRACTORS	271,443	313,943	42,500
688,648	769,711	OTHER DIRECT COSTS	851,484	959,584	108,100
199,276	187,323	OVERHEADS	1,115,981	1,171,081	55,100
(333,620)	(438,204)	SURPLUS	(29,000)	(34,300)	(5,300)
0	0	PENSION ACCOUNTING ADJUSTMENT	0	33,370	33,370
(333,620)	(438,204)	SURPLUS INCLUDING PENSION ACCOUNTING ADJUSTMENT	(29,000)	(930)	28,070

2.6 Summary of Subjective Costs – Leisure Management

Phased Budget to 5/2/06	Actual Exp. To 5/2/06	Detail	Annual Estimate 2005/06	Projected Actual to 31/3/06	Variance (Favourable) / Adverse
(1,004,867)	(1,040,864)	INCOME	(1,193,083)	(1,267,783)	(74,700)
622,976	580,264	LABOUR COSTS	732,429	689,629	(42,800)
48,393	49,961	OTHER DIRECT COSTS	54,206	127,606	73,400
275,730	290,554	OVERHEADS	394,448	438,548	44,100
(57,768)	(120,085)	SURPLUS	(12,000)	(12,000)	0
0	0	PENSION ACCOUNTING ADJUSTMENT	0	6,640	6,640
(57,768)	(120,085)	SURPLUS INCLUDING PENSION ACCOUNTING ADJUSTMENT	(12,000)	(5,360)	6,640

3. RECOMMENDATIONS

3.1 It is recommended that Members note the contents of this report.

Alex McPhee
Executive Head of Finance

William Stafford
Executive Director of Neighbourhood Services

WS/PW

9th March 2006

LIST OF BACKGROUND PAPERS

NIL

Implementation officer – william.stafford@east-ayrshire.gov.uk