

## EAST AYRSHIRE COUNCIL

### COMMUNITY SERVICES COMMITTEE – 1 FEBRUARY 2006

#### BUDGETARY CONTROL SUMMARY STATEMENT OUTDOOR AMENITIES AND LEISURE MANAGEMENT TO 11<sup>th</sup> DECEMBER 2005 (PERIOD 9)

##### 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 11<sup>th</sup> December 2005 (Period 9).

#### 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 £26,930 and the projected out-turn for Leisure Management is a surplus of £24,680 at 31<sup>st</sup> March 2006.

#### 2.3 Outdoor Amenities Budget Performance to Period 9

The position to date at period 9 is a year to date surplus of £334,034 compared to a budgeted position of year to date surplus of £415,629. 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. However, this will be offset by additional expenditure on materials, tools and equipment, overtime costs and tree safety work. A provision of £33,370 for FRS 17 pension accounting entries which are required to be included in the Council's year-end financial statements is anticipated. The projected outturn for the year

is a surplus of £26,930. This is £2,070 less than the budgeted surplus of £29,000.

## 2.4 Leisure Management Budget Performance to Period 9

The position to date at period 9 is a year to date surplus of £73,577 compared to a budgeted year to date surplus of £16,187. 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. 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, increased utility and rates costs and additional car mileage allowance payments. A provision of £6,640 for FRS 17 pension accounting entries which are required to be included in the Council's year-end financial statements is anticipated. The projected outturn for the year is a surplus of £24,680. This is £12,680 greater than the budgeted surplus of £12,000.

## 2.5 Summary of Subjective Costs – Outdoor Amenities

Budget Expend to 11-Dec-05 Period 9	Actual Expend to 11-Dec-05 Period 9		Annual Estimate 2005-06	Projected Actual 2005-06	Variance
£	£		£	£	£
<b>(3,205,616)</b>	<b>(3,300,250)</b>	<b>INCOME</b>	<b>(5,035,828)</b>	<b>(5,232,718)</b>	<b>(196,890)</b>
1,874,460	1,872,077	LABOUR COSTS	2,767,920	2,776,170	8,250
187,925	268,875	SUB CONTRACTORS	271,443	302,023	30,580
560,250	689,780	OTHER DIRECT COSTS	851,484	962,594	111,110
167,352	135,484	OVERHEADS	1,115,981	1,131,631	15,650
<b>(415,629)</b>	<b>(334,034)</b>	<b>TOTAL</b>	<b>(29,000)</b>	<b>(60,300)</b>	<b>(31,300)</b>
0	0	PENSION ACCOUNTING ADJUSTMENT	0	33,370	33,370
<b>(415,629)</b>	<b>(334,034)</b>	<b>SURPLUS INCLUDING PENSION ACCOUNTING ADJUSTMENT</b>	<b>(29,000)</b>	<b>(26,930)</b>	<b>2,070</b>

## 2.6 Summary of Subjective Costs – Leisure Management

Budget Expend to 11-Dec-05 Period 9	Actual Expend to 11-Dec-05 Period 9		Annual Estimate 2005-06	Projected Actual 2005-06	Variance
£	£		£	£	£
<b>(826,734)</b>	<b>(857,486)</b>	<b>INCOME</b>	<b>(1,193,083)</b>	<b>(1,233,523)</b>	<b>(40,440)</b>
514,459	474,406	LABOUR COSTS	732,429	684,039	<b>(48,390)</b>
36,236	37,012	OTHER DIRECT COSTS	54,206	99,606	<b>45,400</b>
259,852	272,491	OVERHEADS	394,448	418,558	<b>24,110</b>
<b>(16,187)</b>	<b>(73,577)</b>	<b>TOTAL</b>	<b>(12,000)</b>	<b>(31,320)</b>	<b>(19,320)</b>
0	0	PENSION ACCOUNTING ADJUSTMENT	0	6,640	<b>6,640</b>
<b>(16,187)</b>	<b>(73,577)</b>	<b>SURPLUS INCLUDING PENSION ACCOUNTING ADJUSTMENT</b>	<b>(12,000)</b>	<b>(24,680)</b>	<b>(12,680)</b>

### 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  
Neighbourhood Services of

WS/PW

16<sup>th</sup> January 2006

### LIST OF BACKGROUND PAPERS

NIL

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