

EAST AYRSHIRE COUNCIL

COMMUNITY SERVICES COMMITTEE – 2nd FEBRUARY 2005

BUDGETARY CONTROL SUMMARY STATEMENT OUTDOOR AMENITIES AND LEISURE MANAGEMENT TO 12th DECEMBER 2004 (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 12th December 2004 (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 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 £29,000 and the projected out-turn for Leisure Management is a surplus of £12,000 at 31st March 2005.

2.3 Outdoor Amenities Budget Performance to Period 9

The position to date at period 9 is a year to date surplus of £746,451 compared to a budgeted position of year to date surplus of £106,369. This is mainly due to the seasonal nature of services provided. An increase in income for the year is projected due to Better Neighbourhoods expenditure on play parks with a corresponding increase in expenditure. The projected outturn for the year remains a surplus of £29,000 in line with the annual budget.

2.4 Leisure Management Budget Performance to Period 9

The position to date at period 9 is a year to date surplus of £38,147 compared to a budgeted year to date deficit of £11,285. This is mainly due to the timing of income. An increase in income is projected due to an increase in the number of classes and events reflecting increased demand from the public for services provided. A managed saving is projected in staff costs. This will be offset by increased overhead costs and the replacement of obsolete gym equipment. The projected outturn for the year remains a surplus of £12,000 in line with the annual budget.

2.5 Summary of Subjective Costs – Outdoor Amenities

| Budget Expend to 12-Dec-04 Period 9 | Actual Expend to 12-Dec-04 Period 9 | | Annual Estimate 2004-05 | Projected Actual 2004-05 | Variance |
|--|--|------------------------------|-------------------------------|--------------------------------|---------------|
| £ | £ | | £ | £ | £ |
| (2,949,697) | (3,610,752) | INCOME | (5,000,709) | (5,054,909) | (54,200) |
| | | EXPENDITURE | | | |
| 1,835,788 | 1,809,646 | Labour Costs | 2,714,059 | 2,709,152 | (4,907) |
| 195,563 | 221,056 | Sub Contractors | 284,704 | 322,704 | 38,000 |
| 620,806 | 691,253 | Other Direct Costs | 931,379 | 960,165 | 28,786 |
| 191,171 | 142,346 | Overheads | 1,041,567 | 1,033,888 | (7,679) |
| 2,843,328 | 2,864,301 | TOTAL EXPENDITURE | 4,971,709 | 5,025,909 | 54,200 |
| | | | | | |
| (106,369) | (746,451) | (SURPLUS)/DEFICIT | (29,000) | (29,000) | 0 |

2.6 Summary of Subjective Costs – Leisure Management

| Budget Expend to 12-Dec-04 Period 9 | Actual Expend to 12-Dec-04 Period 9 | | Annual Estimate 2004-05 | Projected Actual 2004-05 | Variance |
|--|--|------------------------------|-------------------------------|--------------------------------|---------------|
| £ | £ | | £ | £ | £ |
| (742,635) | (770,703) | INCOME | (1,174,121) | (1,204,594) | (30,473) |
| | | EXPENDITURE | | | |
| 497,941 | 470,797 | Labour Costs | 720,303 | 705,266 | (15,037) |
| 82,929 | 77,726 | Other Direct Costs | 144,772 | 166,995 | 22,223 |
| 173,050 | 184,033 | Overheads | 297,046 | 320,333 | 23,287 |
| 753,920 | 732,556 | TOTAL EXPENDITURE | 1,162,121 | 1,192,594 | 30,473 |
| | | | | | |
| 11,285 | (38,147) | (SURPLUS)/DEFICIT | (12,000) | (12,000) | 0 |

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

17th January 2005

LIST OF BACKGROUND PAPERS NIL

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