

DUNDEE CITY COUNCIL

REPORT TO: Leisure, Arts and Communities Committee - 22 March 2010

REPORT ON: Dundee Leisure - Management Fee 2010-2011

REPORT BY: Director of Leisure and Communities

REPORT NO: 100-2010

1.0 PURPOSE OF REPORT

- 1.1 To submit to the Committee a request for approval of the Management Fee to Dundee Leisure for the year 2010-2011.

2.0 RECOMMENDATIONS

It is recommended that the Committee:

- 2.1 remits the Director of Leisure & Communities on behalf of Dundee City Council to update the Management Agreement with Dundee Leisure, subject to on-going monitoring and calculation as to its efficiency, economy and effectiveness.
- 2.2 approves the level of Management Fee for 2010-2011 amounting to £392,000 as set out in the report.

3.0 FINANCIAL IMPLICATIONS

- 3.1 The Management Fee recommended is £392,000 which sum is provided for in the Leisure and Communities Department's 2010-2011 Revenue Budget, as shown in the budget at Appendix 1.
- 3.2 The terms and conditions of these payments are contained within the Management Agreement 2010-2011 between Dundee City Council and Dundee Leisure.

4.0 MAIN TEXT

- 4.1 Dundee Leisure provides a key service in terms of providing affordable and accessible leisure and a diverse range of sporting opportunities for the city. In addition to these core services, Dundee Leisure provides sport coaching, swim tuition, hosts competitions, local holiday programmes and delivers specialist programmes such as cardiovascular rehabilitation in partnership with NHS Tayside.

4.2 Review of 2009-2010

During 2009-2010 Dundee Leisure has successfully operated the wet and dry sports facilities. In a challenging environment the user numbers for the year totalled 779,789. In terms of the 'Leisure/Active' membership which provides various levels of service and access through a monthly payment system at the 5 sports and leisure centres, there has been an increase of approximately 10%.

Dundee Leisure are mindful of the need to work in partnership with the Council and other agencies with the objective of contributing to the overall health of the citizens of the city and providing a key milestone in the projection of the city's image as a Regional Centre for Sports. Dundee Leisure will continue to work with the Council in determining opportunities to deliver these objectives e.g. harmonisation of

charges/centralised booking systems etc.

4.3 Major Plans for 2010-2011

- Continue to encourage and maximise user numbers through the provision of quality facilities, programmes and membership package thus contributing to the overall health and fitness of Dundee's citizens and provides sporting opportunity to all.
- Expand the service through the agreement with Dundee City Council to operate Grove Community Sports Wing where the swimming access is programmed to go live from 4 April 2010.
- Works in partnership with the City Council to forward facility planning including the replacement for Olympia and maximising DISC as a Regional Centre for Hockey and Basketball.

4.4 Dundee Leisure sustained 130 full time equivalent jobs in Dundee in 2009-2010 and they are projected to achieve 88% of their income from non City Council sources in 2010-2011.

5.0 POLICY IMPLICATIONS

This report has been screened for any policy implications in respect of Sustainability, Strategic Environmental Assessment, Anti-Poverty, Equality Impact Assessment and Risk Management.

There are no major issues.

6.0 CONSULTATION

6.1 The Chief Executive, Depute Chief Executive (Support Services), Assistant Chief Executive and Director of Finance have been consulted on this report and are in agreement with its contents.

7.0 BACKGROUND PAPERS

7.1 None.

STEWART MURDOCH
DIRECTOR OF LEISURE AND COMMUNITIES
3 March 2010

DUNDEE LEISURE**Appendix 1**

	Estimated Outturn 2009-2010 £	Draft Budget 2010-2011 £
Expenditure		
Staff Costs	2,746,434	3,013,033
Property Costs	36,000	33,166
Supplies and Services	250,993	235,333
Transport Costs	12,080	20,000
Total Expenditure	3,045,507	3,301,532
Income		
Playing Income	2,329,139	2,644,307
Rental Income	204,555	198,500
Health Support	33,640	20,600
Other Income	93,020	98,900
Sub Total Income	2,960,354	2,962,307
Management Fee		
DCC	63,000	392,000
Total Income	3,023,354	3,354,307
Surplus /(Deficit)	(22,153)	52,775
Surplus brought forward	45,781	23,628
Surplus carried forward	23,628	76,403