

DUNDEE CITY COUNCIL

REPORT TO: Leisure, Arts and Communities Committee - 25 April 2011

REPORT ON: Dundee Leisure - Management Fee 2011-12

REPORT BY: Director of Leisure and Communities

REPORT NO: 209-2011

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 2011-2012.

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 2011-2012 amounting to £393,000 as set out in the report, noting that during the year the funding and functions of Dundee Leisure are to be transferred to the new Scottish Incorporated Charitable Organisation at a date still to be agreed.

3.0 FINANCIAL IMPLICATIONS

- 3.1 The Management Fee recommended is £393,000 which sum is provided for in the Leisure and Communities Department's 2011-2012 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 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 2010-2011

During 2010-2011 Dundee Leisure has successfully operated the wet and dry sports facilities. In a challenging environment the user numbers including membership visits for the year totalled 545,317, an increase of 9% on previous years. In terms of the 'Leisure/Active' membership which provides various levels of service and access through a monthly payment system at the 7 sports and leisure centres there has been an increase of approximately 10% with around 3,000 members.

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 2011-2012

- 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.
- Continue to expand through the agreement with Dundee City Council to operate Grove Community Sports Wing and are committed to review opening hours at facilities such as St Paul's Community Wing.
- 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 and creation of a Regional Gymnastics Sports Centre..

4.4 Dundee Leisure sustained 130 full time equivalent jobs in Dundee in 2010-2011 and they are projected to achieve 86% 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
11 APRIL 2011

DUNDEE LEISURE**Appendix 1**

	Estimated Outturn 2010-2011 £	Draft Budget 2011-2012 £
Expenditure		
Staff Costs	2,932,508	2,846,132
Property Costs	39,169	33,815
Supplies and Services	257,011	285,966
Transport Costs	9,380	10,033
Total Expenditure	3,238,068	3,175,946
Income		
Playing Income	2,510,335	2,559,512
Rental Income	186,000	186,000
Health Support	35,240	20,600
Other Income	120,805	92,995
Sub Total Income	2,852,380	2,859,107
Management Fee		
DCC	392,000	393,000
Total Income	3,244,371	3,252,107
Surplus /(Deficit)	6,303	76,161
Surplus brought forward	51,614	57,917
Surplus carried forward	57,917	134,078