

## Blackpool Council – Strategic Leisure Assets

### Revenue summary - budget, actual and forecast:

| FUNCTIONS OF THE SERVICE | BUDGET                                     | EXPENDITURE                     |                            |                             | VARIANCE   | 2015/16<br>(UNDER)/OVER<br>SPEND B/FWD<br><br>£000 |
|--------------------------|--|---------------------------------|----------------------------|-----------------------------|--|--|
|                          | 2016/17                                    |                                 |                            |                             |  |  |
|                          | ADJUSTED<br>CASH LIMITED<br>BUDGET<br>£000 | EXPENDITURE<br>APR -NOV<br>£000 | PROJECTED<br>SPEND<br>£000 | FORECAST<br>OUTTURN<br>£000 | F/CAST FULL<br>YEAR VAR.<br>(UNDER) / OVER<br>£000 |  |
| STRATEGIC LEISURE ASSETS |  |                                 |                            |                             |  |  |
| NET EXPENDITURE          |  |                                 |                            |                             |  |  |
| STRATEGIC LEISURE ASSETS | 1,355                                      | 2,215                           | (192)                      | 2,023                       | 668  | -  |
| <b>TOTALS</b>            | <b>1,355</b>                               | <b>2,215</b>                    | <b>(192)</b>               | <b>2,023</b>                | <b>668</b>   | <b>-</b>   |

### Commentary on the key issues:

#### Directorate Summary - basis

The Revenue summary (above) lists the outturn projection for the Service against its respective, currently approved, revenue budget. The forecast outturn is based upon actual financial performance for the first 8 months of 2016/17 together with predictions of performance, anticipated pressures and efficiencies in the remainder of the financial year, all of which have been agreed with the head of service.

#### Key Issues

The Leisure Asset portfolio projected outturn for 2016/17 is currently £668k, taking the forecast cumulative deficit as at 2016/17 year-end to £5,479k. This position incorporates the increased debt financing costs associated with both the former Tower Lounge development and essential Tower steel structure renewal, together with increased marketing costs and revised income profile, as well as the application of a composite rate to prudential borrowing.

The Leisure Asset portfolio is currently forecast to break-even, in-year, during 2021/22.

In accordance with the original decision for this programme by the Executive on 7<sup>th</sup> February 2011, the projected overspend on Strategic Leisure Assets will be carried forward and transferred to Earmarked Reserves.

**Budget Holder – Mr A Cavill, Director of Place**