



Culture and Leisure Overview and Scrutiny Committee

Tuesday, 3rd September 24

Report of Debbie Roberts, Chairman of
LeisureSK Ltd

LeisureSK Ltd – Budget for 2024/2025

Report Author

Debbie Roberts, Chairman LeisureSK Ltd

✉ Debbie.Roberts@leisuresk.co.uk

Purpose of Report

To provide an update regarding the budget position of LeisureSK Ltd.

Recommendations

That the Committee:

1. Notes the update regarding LeisureSK Ltd.

Decision Information

Does the report contain any
exempt or confidential
information not for publication?

Yes - Exempt Appendix A - Not for publication by
virtue of paragraph 3 of Part 1 of Schedule 12A of
the Local Government Act

1. Background to the Report

- 1.1 A management fee of £450,000 was confirmed to be paid to LeisureSK Ltd for the financial year for 2024/25 after consultation with the Cabinet and Members as part of the annual budget setting process.
- 1.2 A business plan was presented and approved by the LeisureSK Ltd Board of Directors confident that the Company could deliver the service within the management fee of £450,000.
- 1.3 As part of the request for additional budget from the Cabinet earlier this year a review of the Companies management fee and budget was undertaken by independent consultants at the Sport and Leisure Consultancy (SLC).
- 1.4 The report from SLC reviewed the budget and found that two contractors had been omitted in error from the 24/25 budget setting process (Gladstone and PHS services). The Board reviewed the budget to rectify this issue and to consider how the revised budget could be presented again to the Council still within the management fee of £450,000.
- 1.5 LeisureSK Ltd have worked hard with the accounts team to ensure that the forecasting of the budget and the actual costs are as closely aligned as possible. The original and revised budgets for the Company for the year 2024-2025 are shown in **Exempt Appendix A**, along with an explanation of the changes.

2. Key Considerations

- 2.1 The contract between the Council and LeisureSK Ltd remains in place until December 2025 and the budget that has been prepared is in line with the management fee provided from the Council.
- 2.2 A report later on this agenda considers the budget monitoring and cashflow position of LeisureSK Ltd and shows that the Company will manage within the management fee for 2024/2025 for delivering the leisure service.
- 2.3 LeisureSK Ltd are committed to supporting the Council achieving its ambitions of having a sustainable leisure and cultural offer as per the new Corporate Plan 2024-27.

3. Appendices

- 3.1 Exempt Appendix A – Original and Revised Budget 2024-2025