

DLM000 - SLM	Comments	Budget 2008/09	2008/09 Actual	Budget 2009/10	2009/10 Actual	Budget 2010/11	2010/11 Actual	Budget 2011/12	2011/12 Actual	Budget 2012/13
		£	£	£	£	£	£	£	£	£
Employees	Salaries of Officers who are responsible for contract monitoring and commissioning work	0	0	78,350	15,018	57,820	48,912	57,450	65,116	64,120
Premises	Includes small repairs to venues that are outside the scope of the contract. The majority of the cost is for the insurance of the buildings.	0	14,318	14,090	14,527	18,890	9,723	17,900	11,777	19,480
Transport	Officers' travel expenses	0	0	0	55	50	195	50	176	50
Supplies And Services	This includes the cost of additional provision of courses, public surveys, advertising and an additional payment to the contractor for loss of income on Woodside stadium regarding the use of the astroturf surface	0	2,898	25,000	20,520	25,000	6,955	25,000	16,040	25,000
Support Services	These are charges in respect of support from other Council departments. For every support service charge made to a cost centre receiving an internal service, there is a recharge of income to the cost centre providing that service. In other words, across the authority, the total of the support services charges equals the total of the recharges. Therefore the charges do not represent external expenditure.	0	0	55,590	64,615	65,240	68,787	26,560	40,640	51,510
Depreciation	This is a charge to the service for use of the assets, namely the 3 venues. These are merely a book entry and not a real cost to the Council as it is reversed out elsewhere in the Council's general fund. The assets include buildings which are revalued at 5 yearly intervals and depreciated over 50 years.	0	0	0	811,942	512,430	747,642	736,020	758,988	706,780
	Total Expenditure	0	17,216	173,030	926,677	679,430	882,213	862,980	892,738	866,940
Customer & Client Receipts	This comprises of the management fee and any profit share payable to the Council from the contractor in accordance with the contract terms and conditions. In addition a fee is charged to West Herts College for exclusive use of the hall during term time.	0	(24,594)	(131,170)	(69,583)	(44,170)	(104,328)	(84,170)	(56,930)	(84,170)
Recharges	These are charges made to other functions within the Council for the work that the commissioning and contract monitor officer perform outside the monitoring of the SLM contract.	0	0	0	0	0	(71,557)	(48,300)	(76,120)	(78,050)
	Total Income	0	(24,594)	(131,170)	(69,583)	(44,170)	(175,885)	(132,470)	(133,050)	(162,220)
	Total - Net	0	(7,378)	41,860	857,094	635,260	706,328	730,510	759,688	704,720

Notes

2008/09 is a part year as the contract started 1 July 2008.

The council outsourced the operating of its Leisure centres to a private leisure contractor (SLM) in 2008. The income generated from the activities at each centre is retained by the contractor to offset operating costs. As part of the terms of the contract, the Council receive an annual fixed management fee for the service provided. A deduction is made for the annual payment to SLM for West Herts College and the additional pension costs for those ex WBC staff who transferred to SLM under the TUPE legislation.

The Council have yet to finalise the management fee payable from SLM for 2009/10 onwards due to an unresolved issue regarding an above inflation increase for utilities. WBC is of the opinion that the contractors Best And Final Offer (BAFO) already included the provision of £74,117 for above inflation price rises and that the contractor cannot benefit from both this provision and the actual above inflation price rise shared on a 50:50 basis.

The Council is entitled to receive a 50:50 share of any profit based on the difference between the surplus in the contractors BAFO and the surplus shown in the final management accounts for each year.

The large difference in Customer & Client Receipts between budget and actual for both 2009/10 and 2010/11 relates to late billing of invoices in 2009/10

Actual to end of period 7 (October)
£
37,907
17,005
50
10,627
30,051
412,286
507,926
(34,233)
(45,535)
(79,768)
428,158