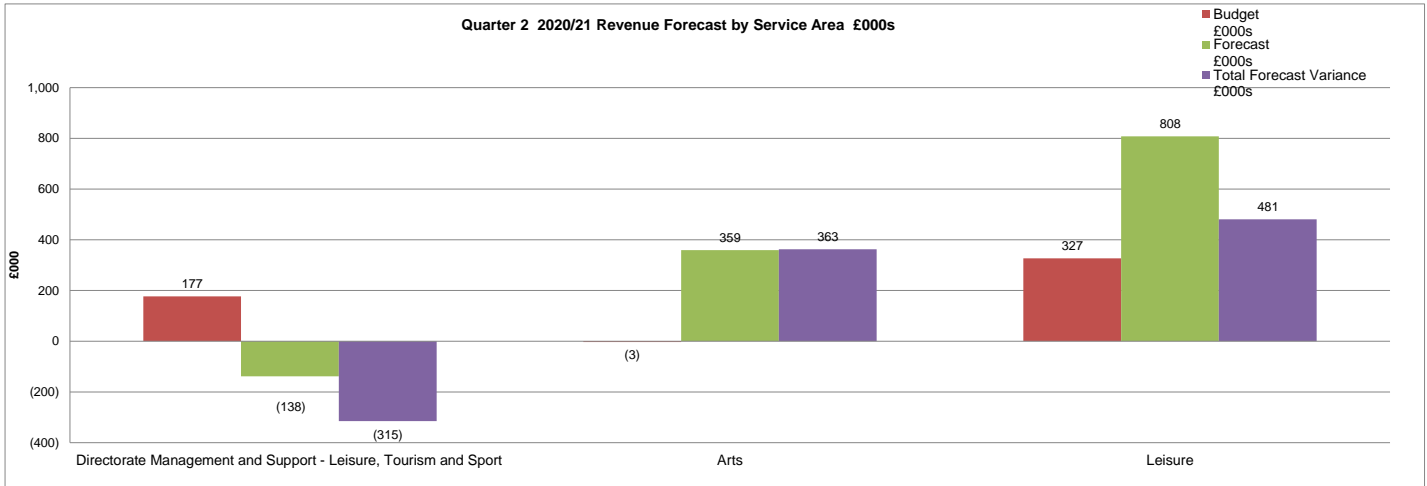


Economy and Infrastructure Directorate Position

The context of this Cabinet portfolio position is taken into account with the whole of the Economy and Infrastructure Directorate which is currently forecasting an adverse variance of £1.728million due to the impact of Covid-19 and £1.224million attributable to other factors which is offset by use of reserves (£1.224million), and the Leisure Division of Public Health which is currently forecasting an adverse variance of £481,000 due to Covid.

1. 2020/21 Revenue Position Current Forecast - £528,000 Adverse Variance

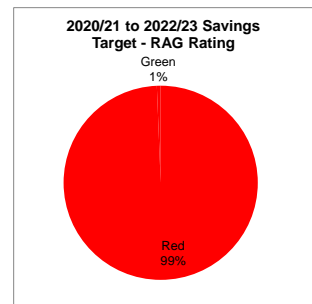


2. Explanations for significant Revenue Variances

Service Area	Budget £000s	Forecast £000s	COVID Forecast Variance £000	Non-COVID Forecast Variance £000	Total Forecast Variance £000s	Comments
Directorate Management and Support - Leisure, Tourism and Sport	177	(138)	0	(314)	(315)	Early delivery of savings reinvested in the Directorate as part of MTFS and use of Directorate reserves to balance the Economy and Infrastructure Directorate to a nil variance.
Arts	(3)	359	358	5	363	Covid variance due to lost income from closure of Core Theatre and café offset by benefit of government income recovery scheme. Non covid variance is due to income pressures apparent at the Core Theatre and Café prior to the pandemic offset by a one off refund of VAT for the theatre relating to prior years.
Leisure	327	808	481	0	481	Covid variance due to loss of income from leisure centres and ice rink due to temporary closure of facilities and social distancing restrictions impacting service availability and customer demand. Loss is net of Government forecast income relief. Non Covid variance on Leisure due to delayed essential maintenance (£450,000) will be contributed to the reserve this year +£450,000 in order to fund the works next year. Surplus on Eat Well Move More Programme (£24,000) is to be contributed to Leisure reserve +£24,000 to meet salary costs in future years.
Total	501	1,029	839	(309)	528	

3. 3 Year Savings Targets £000s

Description of Target	2020/21 £000s	2021/22 £000s	2022/23 £000s	Comments
Review of back office functions across the directorate			(14)	Proportion of Economy and Infrastructure Directorate saving attributable to Leisure, Tourism & Sport Cabinet Portfolio
Reduction in contribution to Leisure		(300)		Savings previously delivered through new Leisure contract now at risk due Covid-19 reducing income expectations and potential contract amendments.
Review of Council budgets to remove small value budget lines	(2)			Cross cutting Council target which has been delivered.
Total	(2)	(300)	(14)	



4. Reserves

	Balance as at 31st March 2020 £000's	Planned / Forecast (contribution)/use			Forecast Balance at the end of 2022/23 £000's	Forecast (contribution) /use beyond 2022/23 £000's	Proposed as part of 2021/22 MTFS £000's	Forecast Remaining Balance £000's
		2020/21 £000's	2021/22 £000's	2022/23 £000's				
Reserve balance	(2,042)	(353)	1,202	496	(697)	31	0	(666)