

ARTS, LEISURE AND CULTURAL SELECT COMMITTEE

REVIEW TITLE: TEES ACTIVE

Tees Active Limited is an Industrial and Provident Society with charitable objectives incorporated under the Industrial and Provident Societies Act 1965 to 1978. It is also a voluntary organisation, which has amongst its objectives the provision of community leisure facilities and activities. The organisation produces its own set of financial statements.

Stockton Borough Council provides annual contributions to Tees Active for a number of functions. These are identified in the table below:

Description	04/05	05/06	06/07	07/08	08/09	09/10	10/11
Leisure Centre Mgt Fee	2,196,964	2,438,421	2,462,804	2,487,432	2,512,306	2,537,429	2,562,804
Castlegate Quay Mgt Fee	45,000	45,000	45,000	45,000	45,000	45,000	0
Arlington Park	0	15,000	15,000	18,000	0	0	0
Forum Theatre Mgt Fee	240,000	242,000	244,420	246,864	249,333	251,826	254,344
Total	2,481,964	2,739,994	2,770,224	2,797,296	2,806,639	2,834,255	2,817,148

The purpose of the main contributions (Leisure Centre and Forum Theatre Management fees) is a way of enabling the Council to fulfil its statutory functions under Section 19(3) of the Local Government (Miscellaneous Provisions) Act 1976, Section 145 of the Local Government Act 1973, Section 2 of the Local Government Act 200 and Section 3 of the Local Government Act 1999.

Details of the specific recreational and leisure objectives to be undertaken were identified in the Councils Sport and Physical Activity Strategy, have been provided to Tees Active.

These contributions rise annually by the agreed 1%. Please note that 2004/05 contributions covered an eleven-month period only.

A further point to note is that the buildings that Tees Active run their services from remain in the ownership of Stockton Council. Stockton has the responsibility for maintaining the asset, Tees Active have the responsibility for minor repairs, equipment and fittings.

The Funding and Transfer Agreements between Stockton Council and Tees Active were signed on the 30th April 2004. Since this date two variations to the funding agreement have been made.

The first relates to the provision of services at an additional facility being Castlegate Quay Watersports Centre. Initially funding was to be provided for a three-year period covering 2004/05 to 2006/07. Annual contributions of £45,000 were agreed and funded using Managed Surpluses. A headroom bid was approved during the setting of the 2007/08 budgets to continue funding these services for a further three years until 2009/10 at the same value.

The second variation relates to the provision of services at an additional facility being Arlington Park for the period of 1st August 2005 to 31st March 2007. For this period an additional £30,000 was approved. A headroom bid of £18,000 was approved during the setting of the 2007/8 budgets to continue funding this facility for a further year until the end of 2007/8.

The provision of the services by Tees Active at these two facilities beyond the initial periods is subject to available funding, annual review and agreement by all parties.