



13. LEISURE UNIT FINANCIAL REPORT TO 30 APRIL AND PROJECTIONS TO 30 JUNE 2000

The Committee **received** a report from the Leisure Manager on the financial position of the Leisure Unit.

Since March a number of actions have been taken to reduce the operating costs of the unit. A number of staff vacancies have not been filled providing an overall saving to the unit of approximately \$33,000. Building maintenance staff at QEII have been reduced from 12 staff to 6, saving approx \$3,000 per week. All non urgent maintenance work at facilities has been put on hold. In addition a review of the maintenance operating expenditure has revealed that items totalling \$388,000 should have been treated as capital expenditure rather than expensed in the annual operating budget. This will reduce the projected operating deficit for QEII to \$355,218 and the projected net operating deficit for the unit as a whole to \$472,352 or 4.2% above budget.