

# Culture and Sport Committee

10.00am, Tuesday, 8 March 2016

## Culture and Sport Grants and Service Payments to Organisations 2016/17

<b>Item number</b>	7.1
<b>Report number</b>	
<b>Executive/routine</b>	Executive
<b>Wards</b>	All

### Executive summary

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Following the decision of Council to transfer responsibility for developing grant programmes and making grant awards to executive committees, this report proposes an approach to the further development of the Culture and Sport grant portfolio, and notes the previously approved savings for 2016/17 to 2019/20.

The report seeks approval of the recommended cultural grants for 2016/17 and approval to invite a selection of cultural grant organisations to attend each Committee meeting from May 2016 onward, to present their work.

The report references the service payment to Edinburgh Leisure, the programme for Physical Activity and Sport Grants, the Active Edinburgh Funding Programme and seeks approval for funding to Lothian Disability Sport.

### Links

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<b>Coalition pledges</b>	P15, P27, P30, P31, P33, P36, P42, P43
<b>Council outcomes</b>	C02, C08, C10, C18, C20, C26
<b>Single Outcome Agreement</b>	S01, S02, S03

## Culture and Sport Grants and Service Payments to Organisations 2016/17.

### Recommendations

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- 1.1 To note the service payment to Edinburgh Leisure for 2016/17 was allocated £8,308,000 by Council on 4 February 2016 at its budget meeting.
- 1.2 To approve the Lothian Disability Sport grant of £6,750 from the 2015/16 financial year and to approve the recommendation of £6,750 for 2016/17, as set out in appendix 2.
- 1.3 To note that recommendations for the 2016/17 sports grants and Active Edinburgh funding will be presented to Committee later this year.
- 1.6 To approve 35 cultural grants for 2016/17, as listed in appendix 1.
- 1.7 To note that these 35 grants are all at a 3% reduction on 2015/16 levels, and all on an annual agreement for 2016/17.
- 1.8 To note the previously reported proposed approach to Culture and Sport savings for 2016/17 to 2019/20 in line with Better Outcomes through Leaner Delivery (BOLD) recommendations, as set out in the tables at paragraphs 3.9.
- 1.9 To agree to invite a selection of cultural grant organisations to present their work to meetings of this Committee from May 2016, onwards.

### Background

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- 2.1 Council has agreed that all grant programmes should be aligned to meet the corporate Strategic Plan, commissioning and Capital Coalition pledge priorities. The 2014 Review of Grants to Third Parties also set out that co-produced grant programmes should ideally be funded for a period of three years to provide financial stability for recipient organisations.
- 2.2 It is expected that co-production consultation with funded and non-funded cultural organisations will commence in spring 2016. A new programme to better align with Council Pledges and new Culture Plan priorities will be reported to Committee by summer 2016.
- 2.3 On 21 October 2014 and 20 October 2015, this Committee considered reports detailing the direction of travel for grants to third parties to encourage participation and improve access to sport and the arts.
- 2.4 As instructed by Council in December 2012 and as reported to Council in November 2013, Edinburgh Leisure and the Festival City Theatres Trust are now

operating under new service and funding agreements. Annual performance reports on the Festival City Theatre Trust and Edinburgh Leisure are presented to this Committee, and the next performance reports are due in August 2016.

## Main report

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### **Physical Activity and Sport**

- 3.1 Edinburgh Leisure operates over 50 sport and leisure facilities across the city on behalf of the Council, attracting over 4 million visits each year. It also undertakes extensive project-based work, focusing on hard-to-reach groups and communities. Edinburgh Leisure is the Council's main delivery mechanism for helping the inactive become active, and thus improve their quality of life and gain health benefits that would otherwise remain out of reach for a significant portion of the population.
- 3.2 The Edinburgh Leisure service payment of £8.3m for 2016/17 was approved by Council on 21 January 2016 at its budget meeting.

### **Physical Activity and Sport Fund**

- 3.3 A report to the Culture and Sport Committee on 11 March 2014 approved the adoption of criteria for future Physical Activity and Sport grants. This programme supports a number of organisations to achieve service priorities.
- 3.4 Lothian Disability Sport leads the development of sport for people in the Lothians with a physical, sensory or learning disability. It aims to deliver a growing programme of activities and events which will increase participation, improve partnerships and develop pathways for people of all abilities.
- 3.5 The Committee is asked to approve a grant for £6,750 to Lothian Disability Sport from the 2015/16 financial year and also to approve a grant for £6,750 to Lothian Disability Sport from the 2016/17 financial year, as detailed in appendix 2. These grants will help fund the continued employment of a regional Disability Sports Coordinator who will deliver a programme to more than 400 participants in Edinburgh.

### **Active Edinburgh Fund**

- 3.6 The annual Active Edinburgh funding programme supports events that promote physical activity and sport within the city. Events range from sport competitions that attract a national audience to small community festivals that aim to get local people involved in physical activity.
- 3.7 An update on the Active Edinburgh fund for 2015/16 will be presented to Committee at a later date.

### **Culture**

- 3.8 Proposals are recommended to ensure support for the city's Festivals, as well as the year-round programme of cultural activity and infrastructure in line with Council Pledges. In recent years, the Council approved the principle of three-year funding agreements for existing arts organisations funded by the service.

This financial year is a transition year between the previous three-year agreements and the new programmes, currently in development. Awards are therefore recommended for a single year during this transition.

### **Savings**

- 3.9 All cultural grant organisations are now entering the first year of BOLD saving recommendations of 10% from 2016/17 as per the table below.

<b>Year</b>	<b>Projected Savings</b>
2016/17	3%
2017/18	3%
2018/19	3%
2019/20	1%
<b>Total Savings</b>	<b>10%</b>

- 3.10 As previously reported to Committee, all new grant programmes are to be developed, launched and approved in line with the new Culture Plan priorities (approved by this Committee on [30 November 2015](#)) and the Council's Pledges. In tandem with this, new co-production partnerships between existing funded organisations and the Council's Museums and Galleries, Usher Hall and other Council services will be explored.
- 3.11 The total cultural budget for 2016/17 stands at £4,953,861. In line with Council Pledges, and the proposed savings detailed in the table at 3.9, 3% savings on a previous standstill grant funding in 2015/16 are recommended for 2016/17. This approach both ensures continued support for the provision of year-round cultural activity, and allows time for development of future grant programmes to be aligned to the new Culture Plan and Council Pledges.
- 3.13 Two small project funds will be retained as in previous years: one to support the visual arts and crafts sector, the Edinburgh Visual Artists and Craft Makers' Fund, and one to support strategic commitments aligned to the new Culture Plan.
- 3.14 All current cultural grant organisations were informed of the review of the Cultural Policy and were invited to participate in the consultation. These organisations were given one year's notice that a new funding approach would be introduced from April 2016 onwards.
- 3.15 Committee is invited to approve the recommended grants to cultural services in 2016/17 which are listed at appendix 1. From May 2016 onwards, it is proposed that several cultural grant organisations be invited to present their work to each meeting of the Committee.

## Measures of success

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- 4.1 Suitable joint working is undertaken to create funding agreements that set out clear targets for funding cultural activity in the city in 2016/17.
- 4.2 A co-production approach to the design of cultural grant programmes is negotiated with all funded organisations by summer 2016.
- 4.3 All funding programmes managed by Culture and Sport reflect the future need to reduce grant expenditure by 10% from the 2015/16 baseline in line with BOLD.

## Financial impact

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- 5.1 There is small financial impact on cultural clients in 2016/17. Reductions in grants to cultural organisation are recommended as per the table set out at paragraph 3.9.

## Risk, policy, compliance and governance impact

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- 6.1 This report complies with the recommendations of the Review of Council Grants to Third Parties, specifically the development of a co-production approach to the award of grants, and also complies with BOLD recommendations.

## Equalities impact

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- 7.1 The Council's funding of third parties through grant aid significantly contributes to the delivery of its Equality Act 2010 duty to seek to eliminate unlawful discrimination, harassment and victimisation, and to advance equality and foster good relations.

## Sustainability impact

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- 8.1 Grants to third parties contribute to the city's Sustainable Edinburgh 2020 objectives and enable the Council to meet Climate Change (Scotland) Act 2009 Public Bodies Duties.

## Consultation and engagement

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- 9.1 The review of grants to third parties resulted in a requirement to consult with the third sector and co-produce plans with providers and service users.

## Background reading/external references

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[Outcome of the Cultural Policy Review](#) to Culture and Sport Committee, 30 November 2015

[Update on the Review of Council Grants to Third Parties 2015/16: Cultural Funded Organisations](#) to Culture and Sport Committee, 20 October 2015

[Update on the Cultural Policy Review](#), Culture and Sport Committee, 16 December 2014

Creative Scotland Regular Funding 2015 – 2018: Awards to Edinburgh Organisations to Culture and Sport Committee, 16 December 2014

Update on the Review of Council Grants to Third Parties 2014/15: Cultural Organisations to Culture and Sport Committee, 21 October 2014

Review of Council Grants to Third Parties 2014/15 to City of Edinburgh Council, 13 March 2014

Sport and Physical Activity Grants to Culture and Sport Committee on Tuesday 11 March 2014.

Council Grants to Third Parties 2014/15 – Proposals for Expenditure, to Corporate Policy and Strategy Committee, 25 February 2014

Review of Council Grants to Third Parties 2013/14: Culture and Sport Organisations to Culture and Sport Committee meeting, 22 October 2013

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## **Links**

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### **Coalition pledges**

P15 - Work with public organisations, the private sector and social enterprise to promote Edinburgh to investors

P27 - Seek to work in full partnership with Council staff and their representatives

P30 - Continue to maintain a sound financial position including long-term financial planning

P31 - Maintain our City's reputation as the cultural capital of the world by continuing to support and invest in our cultural infrastructure

P33 - Strengthen Neighbourhood Partnerships and further involve local people in decisions on how Council resources are used

P36 - Develop improved partnership working across the Capital and with the voluntary sector to build on the "Total Craigroyston" model

P42 - Continue to support and invest in our sporting infrastructure

P43 - Invest in healthy living and fitness advice for those most in need

<b>Council outcomes</b>	<p>C02 - Our children and young people are successful learners, confident individuals and responsible citizens making a positive contribution to their communities</p> <p>C08 - Edinburgh's economy creates and sustains job opportunities</p> <p>C10 - Improved health and reduced inequalities</p> <p>C18 - Green - We reduce the local environmental impact of our consumption and production</p> <p>C20 - Culture, sport and major events – Edinburgh continues to be a leading cultural city where culture and sport play a central part in the lives and futures of citizens</p> <p>C26 - The Council engages with stakeholders and works in partnership to improve services and deliver on agreed objectives</p>
<b>Single Outcome Agreement</b>	<p>S01 - Edinburgh's Economy Delivers increased investment, jobs and opportunities for all</p> <p>S02 - Edinburgh's citizens experience improved health and wellbeing, with reduced inequalities in health</p> <p>S03 - Edinburgh's children and young people enjoy their childhood and fulfil their potential</p>
<b>Appendices</b>	<ol style="list-style-type: none"> <li>1. 2016/17 Cultural Grant Recommendations</li> <li>2. 2015/16 and 2016/17 Sport Grant Recommendation</li> </ol>

## 2016/17 Cultural Grant Recommendations

Organisation	Level Awarded 2015/16	Level requested for 2016/17	Recommended Grant 2016/17
	Year three of three	Year one of one	
Artlink	£99,002	£96,032	<b>£96,032</b>
Centre for Moving Image	£115,602	£112,134	<b>£112,134</b>
Collective Gallery	£6,277	£6,277	<b>£6,089</b>
Culture Republic (formerly The Audience Business)	£29,224	£28,347	<b>£28,347</b>
Dance Base	£49,099	£47,626	<b>£47,626</b>
Drake Music Scotland	£4,294	£4,294	<b>£4,165</b>
Edinburgh Art Festival	£10,333	£10,000	<b>£10,000</b>
Edinburgh International Book Festival	£51,841	£50,286	<b>£50,286</b>
Edinburgh International Festival	£2,388,867	£2,388,867	<b>£2,317,201</b>
Edinburgh International Science Festival	£170,128	£165,024	<b>£165,024</b>
Edinburgh Jazz & Blues Festival (including the Edinburgh Festival Carnival)	£127,891	£124,054	<b>£124,054</b>
Edinburgh Mela	£76,679	£74,379	<b>£74,379</b>
Edinburgh Printmakers Workshop	£15,000	£11,200	<b>£11,200</b>
Edinburgh Sculpture Workshop	£13,573	£13,573	<b>£13,166</b>
Festival Fringe Society	£96,530	£93,634	<b>£93,634</b>
Festivals Edinburgh	£167,567	£162,534	<b>£162,534</b>
Imaginate	£82,502	£80,027	<b>£80,027</b>
Lung Ha Theatre Company	£17,515	£16,990	<b>£16,990</b>
Music in Hospitals Scotland	£954	£925	<b>£925</b>
North Edinburgh Arts Centre	£158,324	£153,574	<b>£153,574</b>
Puppet Animation Scotland	£9,552	£9,000	<b>£9,000</b>
Queens Hall	£94,575	£91,738	<b>£91,738</b>
Royal Lyceum Theatre Company	£369,347	£369,347	<b>£358,267</b>
Royal Scottish National Orchestra	£46,320	£44,930	<b>£44,930</b>
Scots Fiddle Festival	£4,819	£5,719	<b>£4,674</b>
Scottish Book Trust	£463	£449	<b>£449</b>
Scottish Chamber Orchestra	£46,320	£44,930	<b>£44,930</b>
Scottish Poetry Library	£4,632	£4,500	<b>£4,493</b>

<b>Organisation</b>	<b>Level Awarded 2015/16</b>	<b>Level requested for 2016/17</b>	<b>Recommended Grant 2016/17</b>
Scottish Storytelling Forum (TRACS)	£35,200	£33,994	<b>£33,994</b>
Stills Gallery	£18,566	£17,656	<b>£17,656</b>
Traverse Theatre	£45,430	£44,067	<b>£44,067</b>
UNESCO World City of Literature	£33,101	£32,100	<b>£32,100</b>
	<b>Annual</b>	<b>Annual</b>	
Harp Festival	£1,621	£1,572	<b>£1,572</b>
Scottish Indian Arts Forum	£4,780	£4,780	<b>£4,637</b>
Waverley Care Arts Project	£11,450	£11,450	<b>£11,107</b>
<b>Total</b>			<b>£4,271,001</b>

### 2015/16 Service Payment Recommendation

<b>Company</b>	<b>Level of service payment for 2015/16</b>	<b>Level applied for 2016/17</b>	<b>Recommended Service Payment</b>
Festival City Theatres Trust	£769,576	£646,489	£646,489
<b>Total</b>			<b>£646,489</b>

### 2016/17 Project Funding

<b>Arts Development Project Funding</b>	<b>Recommended levels for 2016/19</b>
Edinburgh Visual Arts and Crafts Funding	£7,275.00
Culture Plan - Development Fund	£29,096.00
<b>Total</b>	<b>£36,371.00</b>

<b>Total Culture budget</b>	<b>£4,953,861.00</b>
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## 2015/16 and 2016/17 Sport Grant Recommendation

<b>Organisation</b>	<b>Recommended funding for 2015/16</b>	<b>Project</b>
Lothian Disability Sport	£6,750	To help fund the continued employment of a regional Disability Sports Coordinator who will deliver a programme to more than 350 participants in Edinburgh.
<b>Total</b>	<b>£6,750</b>	

<b>Organisation</b>	<b>Recommended funding for 2016/17</b>	<b>Project</b>
Lothian Disability Sport	£6,750	To help fund the continued employment of a regional Disability Sports Coordinator who will deliver a programme to more than 350 participants in Edinburgh.
<b>Total</b>	<b>£6,750</b>	