

ATTACHMENT 1: COST REVIEW IMPACT ANALYSIS

Cost Saving Option:	<i>Reduce Cultural Development Fund Projects (funding for individual artistic/creative projects) from \$187,000 to \$100,000 in 2023/24</i>	
Change Impact	Analysis	
<p>Impacts on the following:</p> <ul style="list-style-type: none"> • Compliance • statutory, and • legal/ contractual obligations. 	<ul style="list-style-type: none"> • The Cultural Development Fund – Projects is a discretionary funding program which forms part of the broader Cultural Development Fund • There is no contractual or legal requirement to continue this program into the future. 	
<p>Short and long-term impact on the deliverability of the Council Plan and the need to adjust the plan or core strategies.</p> <ul style="list-style-type: none"> • Inclusive • Liveable • Vibrant • Well Governed 	<ul style="list-style-type: none"> • Reducing the total funding available may impact the ability of organisations to contribute to the Council Plan strategic directions. This is because funding is only provided where projects support the following priorities: <ul style="list-style-type: none"> ○ Vibrant: with a flourishing economy, where our community and local business thrive, and we maintain and enhance our reputation as one of Melbourne’s cultural and creative hubs. ○ Inclusive: a place for all members of our community, where people feel supported and comfortable being themselves and expressing their identities. 	
<p>Short and long-term impact on service levels and customer satisfaction.</p>	<ul style="list-style-type: none"> • Reduction in service level due to fewer grants being issued or smaller grants being issued, directly impacting community. Potentially reduced satisfaction from community due to reduction. • Reduced benefit for broader community as fewer activations and cultural outputs available. • Segments of community may view this reduction positively due to different priorities sought for Council spending. 	
<p>Short and long-term impact on the long-term financial plan and other key financial indicators.</p>	<ul style="list-style-type: none"> • This cost saving option will have a favourable impact on the long-term financial plan through reducing ongoing operating costs. 	
<p>Short and long-term impact on the environment</p>	<ul style="list-style-type: none"> • No environmental impacts 	
<p>Short and long-term impact on a funded partners ability to deliver services on Council’s behalf.</p>	<ul style="list-style-type: none"> • No funding partners 	
<p>The ability to implement the cost reduction and realise the saving from 1 July 2023.</p>	<ul style="list-style-type: none"> • As this is a discretionary grant program, changes are possible from 1 July 2023. 	

ATTACHMENT 1: COST REVIEW IMPACT ANALYSIS

Cost Saving Option: Cease Open House Melbourne Funding from 2023/24	
Change Impact	Analysis
<p>Impacts on the following:</p> <ul style="list-style-type: none"> • Compliance • statutory, and • legal/ contractual obligations. 	<ul style="list-style-type: none"> • The annual funding agreement between City of Port Phillip and Open House Melbourne is a discretionary funding allocation. • There are no contractual or legal requirement to continue this program into the future.
<p>Short and long-term impact on the deliverability of the Council Plan and the need to adjust the plan or core strategies.</p> <ul style="list-style-type: none"> • Inclusive • Liveable • Vibrant • Well Governed 	<ul style="list-style-type: none"> • Ceasing the funding agreement will limit the ability of Open House Melbourne to support the Council Plan strategic directions. Specifically, Vibrant Port Phillip with a flourishing economy, where our community and local business thrive, and we maintain and enhance our reputation as one of Melbourne’s cultural and creative hubs.
<p>Short and long-term impact on service levels and customer satisfaction.</p>	<ul style="list-style-type: none"> • Community members that have enjoyed Open House Melbourne over previous years are likely to be dissatisfied that it will not be ongoing.
<p>Short and long-term impact on the long-term financial plan and other key financial indicators.</p>	<ul style="list-style-type: none"> • This cost saving option will have a favourable impact on the long-term financial plan through reducing ongoing operating costs.
<p>Short and long-term impact on the environment</p>	<ul style="list-style-type: none"> • No environmental impacts
<p>Short and long-term impact on a funded partners ability to deliver services on Council’s behalf.</p>	<ul style="list-style-type: none"> • Ceasing funding for Open House Melbourne will cease the existing partnership with City of Port Phillip. Council will therefore lose any influence or ability to contribute to the OpenHouse program. • Will result in reduced visitation to municipality, particularly areas which are not as popular with tourists. This has an impact on local business, particularly hospitality and retail. • Reduced benefit for local residents as fewer local events available to attend and help them shop and local and visit local activations..
<p>The ability to implement the cost reduction and realise the saving from 1 July 2023.</p>	<ul style="list-style-type: none"> • As this is an annual funding agreement, changes are possible from 1 July 2023.