

PRECEPT DISCUSSION PAPER
2020/2021

date: January 2022
Agenda Item: 8

It would be helpful to discuss the precept and budget for next year at the meeting tomorrow. To help our thinking, I have provided a summary below of a draft financial plan that we can discuss and refine. In essence, we currently have a precept of £26,000 p.a. which with bits and pieces gives us annual inflows of £26,500 without any grants. I estimate our steady state annual spend to be c. £20,000, which if we wanted to retain the current precept would allow us to spend £6,000 on other areas e.g. car park entry height restrictors or speed signage, without dipping into our reserves. For interest, I estimate that our cash balance in the bank at the end of March will be c. £26,500.

So important we discuss what investments/spend we might like to make next year, is £6k enough for these, and if we feel we should maintain (or even decrease) the current precept level. I doubt we would want to increase!

Year 2021-2022 Draft financial plan

Receipts

Precept	26,000
Adverts	260
OCC Grass allowance	240

Total Receipts 26,500

Costs

Salary	4,800
Bus	1,200
Loan	5,349
Grass	4,000
Newsletter	1,500
Insurance	1,000
Audit	500
Miscellaneous spend	2,000
Investments	6,000

Total costs 26,349

Variance 151

Opening cash balance, est 26,500

Year end balance 26,651