

5.4 Youth club budget

Date:

To examine an annual budget for a youth club



Youth Club Annual Budget

A **budget** is an estimate of income and expenditure for a certain period of time.

See below the annual budget for Tara Hill Youth Club. Fill in the missing details and answer the questions that follow.



Tara Hill Youth Club annual budget

		Income €	Expenditure €
INCOME			
Membership fees	230 members @ €20 each		
Grant	€500 per year		
Fundraising	Concert 230 tickets @ €5 each		
Tuck shop sales		€485.50	
Pool table		€36.00	
EXPENDITURE			
Hall rental	€120 per month		
Tuck shop purchases			120.75
Insurance	€500 every 6 months		
Equipment			720.00
First aid course			90.00
Equipment hire			85.00
Printing			135.00
	Totals		

1. What is the total income less the total expenditure for this year?

2. What is the greatest source of income this year?

3. Do you think this club is well run from a financial point of view? Explain why. (Remember the club's objective is to remain viable but not to make a long-term profit.)

4. If the expenditure is predicted to increase by 10% next year, will the club's income still exceed its expenditure?

5. If you were on the club committee, would you be happy to keep the membership fee at €20 next year? Why?

6. What profit did the tuck shop make? Calculate its profit margin as a percentage of its sales.

CONCLUSION: What I have done...

