Budget Analysis

2018/19

The Co-op finance system unfortunately shows work levies as income, so we have to deduct $6400 of claimed levies (45%) from $119,661 to get an adjusted total (real) income of $113,260.

With road levies left untouched for DA road works, we then deduct $39,305 road levies, which left available income of $73,955 to pay for current expenditure of $95,876.

The resulting ‘loss’ of -$21,921 was covered by joining fees income of $22,535, so we came out nominally ahead. Clearly though we can’t rely on the same rate of joining fees to cover our structural deficit.

If you also deduct joining fees from our available income the resulting (predictable) income would have been only $51,420, in which case the ‘deficit’ would have been -$44,456.

The recognition of that structural imbalance between incomings and outgoings provided the starting point for the proposed revised levies for 2019/20.

2019/20

Without joining fees income and assuming 45% of possible work levies are claimed like last year, the resulting total income is projected to be $78,620.

Total expenditure of $79,850 is comprised of $24,300 fixed/annual costs and $55,550 budget proposals, which results in a ‘loss’ of -$1230.

If we further deduct $39,000 road levies from our total income the resulting ‘predictable’ income available is $39,620, which set against planned expenditure would result in a ‘loss’ of $40,230.

In reality such a result would have to be covered by drawing down from the road fund, or hoping and praying for extra joining fees to come in to the coffers.