Grant & SGI to Core Activity & SGI conversion

Background

Grant was created as a separate funding code as a way of separating expenditure and as a barrier so that some effort is needed in order to spend Grant. In reality this just leads to confusion and added complications. With management groups tidying up their clubs accounts at the end of the year the barrier is also irrelevant.

Current issues

- Current system is confusing
- It is difficult to see core expenditure as this ends up being split between SGI and Grant
- Grant overspend, underspend or miscoding needs to be corrected
- As soon as Grant is spent the money becomes available for any expenditure
- Profit funded by Grant becomes SGI in the new year and can be spent on anything
- There is no separation from funding for Core activity and amounts spent on social activities.
- The current code structure can be daunting and confusing to new club offices.

Proposal:

- To replace the current system with a new one where club officers experience a different front end with fewer and clearer options.
    1. Activity type (core or non Core)
    2. Activity (event, trip, tour, or normal activity/ Day to day)
    3. Natural Code
- The system will then allocate income and expenditure to the correct accountancy codes based on this information
- The system will automatically allocate things to funding codes using restrictions in this order
    1. College
    2. IC Trust
    3. Grant
    4. SGI
- Core Activity Income and Expenditure is separated from social and general events. Events should be classified as either Core or not. Club accounts will be split into these two main segments.
- Activity codes will still exist, a proportion will be allocated to Core activity and a proportion to non Core.

Core Activity

Grant received as income at the beginning of the year.

Grant can be restricted based on membership and expenditure

Money can only be spent on core; equipment, activity and events

Money cannot be transferred to SGI

All core income and expenditure must go through this code

Money Roles over each year

A loss is covered from SGI

Non Activity

All money generated by the club

e.g Sponsorship

Money can be transferred to core or spent with core.

Can be spent on anything

Money Roles over each year

A loss is rolled over to the next year

Start				Start			
Type			Core				Non Core
Activity Code	Tour	Trip	Event	Day to Day	Equipment Plan		Event
Natural Code	Any Code	Any Code	Any Code	Any Code	Equipment and Repair		Any
Funded	Travel Expenditure	Not Food + Drink	Not Food + Drink	Not food + drink	From Harlington		