



JOHNSON FELLOWS

Farrell Close

Castle Street

Cirencester

GL7 1HW

Service Charge Budget Report

29th September 2025 to

28th September 2026

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Introduction

This report has been produced by Johnson Fellows on behalf of the Landlord, Tesco Stores Limited. It is intended to provide details of the planned expenditure for the forthcoming service charge year for the period 29 September 2025 to 28 September 2026.

The Property

The property is within Cirencester town centre next to Brewery Court Public Car Park and comprises of three retail units and first floor offices fronting Castle Street, two retail units fronting Farrell Close together with a former supermarket. It includes the pedestrian area of Farrell Close together with external service areas. The property does not include Brewery Court Car Park which is kept by the local Council.

The external communal areas which are maintained through the service charge are the pedestrian areas of Farrell Close, loading bays to the rear of Store Twenty-One and former supermarket unit, external passageway leading to the rear of 43/49 Castle Street together with external and structural parts of the buildings. There are no internal communal areas. All tenants have access to the external communal areas.

Voids and Concessions

The service charge for any void lettable units or attributable to any service charge concessions is the responsibility of the Landlord.

VAT

The Landlord has elected the property for VAT.

The service charge payable by the commercial lessees will have VAT charged at the standard rate.

Banking

Due to the general level of service charge funds, they are not maintained within a discrete bank account. The funds are held within the Johnson Fellows Clients Account which is maintained with Barclays Bank plc. The service charge is not credited with any interest, neither are any bank charges allocated to the service charge.

Interest charged on late payment of service charge by tenants is to be credited to the service charge.

Reserve Fund

The Reserve Fund is in place to accrue funds to smooth the cost of any major items of repair and maintenance that needed to the building structure or external areas. These funds are held in a discrete bank account to obtain interest.



Service Charge Objectives

The object of this budget report is to provide clear explanation of the planned service charge expenditure on a not for profit/not for loss basis. It is also to promote clarity and transparency and to allow the leaseholders to budget accurately for the forthcoming year.

We encourage leaseholders to provide comments on the format and/or the information contained in this report which would aid in the report being improved for the benefit of all concerned. We would also welcome constructive feedback on the communal services provided at the property.

As Managing Agents, Johnson Fellows aim to provide a high-quality management service to provide a well-maintained environment and delivering value for money for the service charge expenditure.

The service charge is administered having regard to Service Charges in Commercial Property; RICS Code of Practice.

Management Team

Facilities Manager:

Robert Scott
Johnson Fellows, Charter House, 163 Newhall Street, Birmingham, B3 1SW
Direct Dial: 0121 234 0409
Mobile: 07540 732 602
Email: robert.scott@johnsonfellows.co.uk

Robert Scott is responsible for the repair and maintenance of the property and statutory compliance.

Management Surveyor:

Maria Lazenbury
Johnson Fellows, Charter House, 163 Newhall Street, Birmingham, B3 1SW
Direct Dial: 0121 234 0454
Mobile: 07884 352 576
Email: Maria.lazenbury@johnsonfellows.co.uk

Maria Lazenbury is responsible for the overall management of the property.

Service Charge Accountant:

Keisha Gregory
Client Accounts
Johnson Fellows, Charter House, 163 Newhall Street, Birmingham, B3 1SW
Direct Dial: 0121 234 0405
Email: kiesha.gregory@johnsonfellows.co.uk

Keisha Gregory is the client accountant responsible for this property.



Service Charge Apportionment

The service charge provisions are set out in each tenant's lease. These consistently provide for each tenant to pay a due proportion of the service charge which is attributable to each tenant's premises. The due proportion is based on the weighted net internal area of each property relative to the total net internal area of all units. If such apportionment is inappropriate, the Landlord has reasonable discretion to adopt such other due proportion as is fair and reasonable. This may include attributing the whole expenditure to a particular unit.

The weighting which has been applied is as follows: -

The first 500 sq metres	@	100%
The next 500 sq metres	@	80%
The next 1,000 sq metres	@	60%
The next 1,000 sq metres	@	50%
The next 1,000 sq metres	@	40%
Excess over 4,000 sq metres	@	30%

No weighting has been applied to basement and upper floors.

The apportionment percentages will be reviewed periodically should circumstances change.

The service charge percentage apportionments are detailed in Appendix A.

Budget Commentary

All figures are shown net of VAT.

- **Cleaning** **£7,000**

This is for the weekly cleaning and litter pick of the external communal areas, ad hoc clean of the canopy and covered entrance from Castle Street as required.

- **Drainage Maintenance** **£750**

Provision for drainage clearance as needed.

- **Electrical Repairs** **£1,000**

This budget heading covers the cost any repairs needed to communal lighting re-lamping.

- **Footpath Maintenance** **£1,500**

Ad-hoc repairs to the external paved areas.

- **Snow Clearance/Gritting** **£750**

The cost associated with restocking and gritting the communal walkway/areas.

- **Landscaping** **£500**

High level prune of foliage as required.

- **External Repairs** **£8,000**

This expenditure heading is to cover costs in relation to repairs and maintenance needed to the external structure of the buildings.

- **Electricity Supply** **£1,000**

Provision for supply of electricity in respect of the external lighting.

- **Health and Safety Inspections** **£1,600**

Cost of periodic H&S inspections any other inspections needed to adhere to statutory requirements in respect of the common areas.

- **Reserve Fund** **£4,000**

A reserve fund to make provision of any major works that may be needed to the external structure of the buildings and or areas used in common.

- **Audit Fee** **£250**

The cost for the service charge accounts to be independently certified on an annual basis as required by The RICS Service Charge Code of Practice.

- **Management Fee** **£7,030**

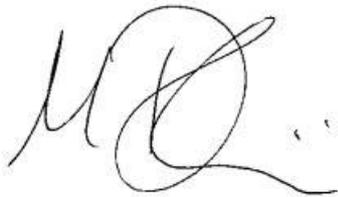
This figure is the cost incurred for the management of the property and administration of the service charge, including periodic inspection. The RICS Service Charge Code of Practice recommends that this be a fixed fee, subject to annual retail price indexation.

- **Facilities Management Fee** **£1,150**

The cost of the Facilities Manager, for procurement and contract management, risk management, health and safety and adhering to statutory requirements for the Estate. The fee has been adjusted by RPI.

Total

Schedule 1 **£34,529**



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Management Surveyor



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Facilities Manager



Appendix A

Farrell Close, Cirencester GL7 1HW

Service Charge Apportionment Schedule

29th September 2025 to 28th September 2026

Unit	Weighted Floor Area (m²)	Percentage
1 Farrell Close	164.81	4.59%
3 Farrell Close	119.23	3.32%
4-5 Farrell Close	995.24	27.72%
Former Supermarket Farrell Close	2,027.20	56.46%
43-45 Castle Street	143.47	4.00%
1st Floor, 45 Castle Street	91.60	2.55%
49 Castle Street	48.70	1.36%
Total	3,590.25	100.00%



Appendix B

Farrell Close, Cirencester GL7 1HW					
Service Charge Schedule					
29th September 2025 to 28th September 2026					
The property is VAT registered. Figures shown net of VAT					
Service Charge Item	Schedule	Budget YE 2025	Budget YE 2026	Budget v Budget Variance %	Budget v Budget Variance £
Cleaning	1	£ 14,000	£ 7,000	-50.00%	-£ 7,000
Drain Maintenance	1	£ 750	£ 750	0.00%	£ -
Electrical Repairs	1	£ 1,000	£ 1,000	0.00%	£ -
Footpath Maintenance	1	£ 1,000	£ 1,500	50.00%	£ 500
Snow Clearance/Gritting	1	£ 750	£ 750	0.00%	£ -
Landscaping	1	£ 500	£ 500	100.00%	£ -
External Repair	1	£ 8,000	£ 8,000	0.00%	£ -
Electrical Supply	1	£ 500	£ 1,000	0.00%	£ 500
Health and Safety	1	£ 1,000	£ 1,600	100.00%	£ 600
Reserve Fund	1	£ 4,000	£ 4,000	100.00%	£ -
Audit Fees	1	£ 250	£ 250	0.00%	£ -
Management Fees	1	£ 6,731	£ 7,030	4.44%	£ 299
Facilities Management	1	£ 1,101	£ 1,150	4.44%	£ 49
Total		£ 39,581	£ 34,529	-12.76%	-£ 5,052