March 2010

**Budgetary Control at Clubs: Comparing Current Practices to the Past**

Seonghee Oak

Raymond S. Schmidgall

Follow this and additional works at: https://scholarworks.umass.edu/jhfm

**Recommended Citation**


This AHFME Symposium Abstract is brought to you for free and open access by ScholarWorks@UMass Amherst. It has been accepted for inclusion in Journal of Hospitality Financial Management by an authorized editor of ScholarWorks@UMass Amherst. For more information, please contact scholarworks@library.umass.edu.
Budgetary Control at Clubs: Comparing Current Practices to the Past

Seonghee Oak

and

Ray Schmidgall

Managers’ performance is evaluated on achieving budgetary objectives; therefore, managers do practice tight budgetary control. Previous study (Schmidgall 1998) showed that the tolerance of cost variances was lowered in the mid-1990s over the mid-1980s. This study will look at budgetary controls at clubs in the 21st century and consider how they have changed from the mid-1990s. In accounting literature, previous studies on the budgetary control conducted in the corporate level rather than property level. In the information age, autonomy provides more responsibility and accountability to a greater number of business units for value creation and so the managers for property level or front-line managers will be empowered to make fast decision based on current information (Hope & Fraser, 2000).