



TREASURER'S REPORT 1 JULY 2019 to 30 JUNE 2020

PEDAL POWER ASSOCIATION

FINANCIAL STRATEGY

The PPA is a public benefit organisation with the primary objective of promoting cycling. The Executive Committee pursues a conservative financial policy which facilitates achieving the objectives of the organisation.

During the year, the PPA office presents monthly financial reports to the Management and Finance Committee for review, after which the monthly financial results are presented to the full PPA Executive Committee. This ensures that the committee is aware of financial matters on an on-going basis. During the past year, the Management and Finance committee met when required and the Executive Committee met 6 times. At all times, a quorum was present.

AUDITED FINANCIAL STATEMENTS

The Audited Annual Financial Statements for the year ended 30 June 2020 have not been reproduced in full. Copies are available on request from the PPA Office.

Sponsorship changes in respect of the Cape Town Cycle Tour resulted in a reduced distribution from the Cycle Tour Trust to the PPA. The PPA prudently anticipates that the distribution from the Cape Town Cycle Tour Trust will remain depressed in the short and medium term and combined with the continuing effects of the COVID 19 Pandemic will require the Association to review its activities so as to ensure sustainable delivery against the Association's objectives.

The financial results of the PPA were audited by our independent registered auditors, Braude Gordon & Co who issued an unmodified audit opinion. The key features of this year's financial performance are as follows:

BALANCE SHEET AT 30 JUNE 2020

	2020	2019
	R	R
ASSETS		
Non-Current Assets	4,768,271	4,913,143
Property, plant & equipment	4,768,271	4,913,143
Investments	0	0
Current Assets	7,131,314	7,425,761
Trade receivables		0
Other receivables	720,790	1,260,945
Other Current Assets	189,494	326,065
Bank & cash balances	6,221,030	5,838,751
TOTAL ASSETS	11,899,585	12,338,904
EQUITY AND LIABILITIES		
Equity	9,831,864	11,536,740
Project Funding Reserve	0	0
Retained earnings	9,831,864	11,536,740
Current Liabilities	2,067,721	802,164
Trade and other payables	891,716	669,867
Membership fees received in advance	1,176,005	132,297
TOTAL EQUITY AND LIABILITIES	11,899,585	12,338,904

PEDAL POWER ASSOCIATION
INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE
2020

	2020	2019
	R	at 2020
Operating Income	3,700,492	7,114,116
Subscriptions received	3,085,455	3,775,197
Cape Town Cycle Tour Income	0	2,417,055
Distribution from PPA Trust	585,895	571,264
Rental Income	0	160,944
Other	29,142	189,656
Other Income	395,957	371,745
Interest Received	395,957	371,745
Total Income	4,096,449	7,485,861
	0	0
Operating Expenses	4,743,768	5,469,175
Operating Surplus for the period	-647,319	2,016,686
Event cost	359,551	488,666
Project Cost	698,006	2,423,948
Net Surplus for the period	-1,704,876	-895,928

OPERATING EXPENSE LISTING FOR THE YEAR ENDED 30 JUNE 2020		
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Account Details	2020 R	2019 R
AGM Expenses	25,808	7,283
Audit Fees	116,803	110,583
Bank charges	25,535	38,667
Computer Expenses	140,196	158,169
Copier service contract & service fee	5,744	8,157
Credit Card Commission	199,847	110,117
Depreciation	108,224	155,011
Electricity	42,586	44,443
Garden	4,200	17,863
Groceries	12,642	18,434
Honoraria	45,000	42,000
Insurance	49,215	52,433
Finance Cost	0	639
Legal Fees	26,621	48,030
Marketing	221,117	215,070
Motor Vehicles Expense	160,383	195,434
Municipal Costs	145,687	188,532
Postage, printing and stationery	16,845	23,163
PPA Bloemfontein Office	10,322	15,361
Refreshments & Catering	20,548	36,330
Repairs & Maintenance	79,472	132,810
Salaries	3,215,336	3,762,945
Security	5,041	4,667
Staff Training	3,890	13,998
Subscriptions	912	859
Telephone	61,794	68,177
Total Operating Expenses	4,743,768	5,469,175