



TREASURER'S REPORT 1 JULY 2020 to 30 JUNE 2021

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 7 times. At all times a quorum was present.

AUDITED FINANCIAL STATEMENTS

The Audited Annual Financial Statements for the year ended 30 June 2021 have not been reproduced in full. Copies are available on request from the PPA Office.

Sponsorship changes and reduced entries in respect of the Cape Town Cycle Tour continue to result in a reduced distribution from the Cycle Tour Trust to the PPA. In addition, the Executive Committee decided to reduce membership fees because of the COVID 19 pandemic. Through significant measure during the pandemic costs have been contained resulting in a reduced shortfall. 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 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:

PEDAL POWER ASSOCIATION
STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2021

	2021	2020
	R	R
ASSETS		
NON-CURRENT ASSETS	4,674,748	4,768,271
Property Plant and Equipment	4,674,748	4,768,271
CURRENT ASSETS	7,560,173	7,131,314
Other current assets	132,458	189,494
Trade and other receivables	863,777	720,790
Bank	6,563,938	6,221,030
TOTAL ASSETS	<u>12,234,921</u>	<u>11,899,585</u>
EQUITY AND LIABILITIES		
EQUITY	9,640,338	9,831,864
Accumulated surplus	9,640,338	9,831,864
CURRENT LIABILITIES	2,594,583	2,067,721
Trade and other payables	913,706	891,716
Income received in advance	1,680,877	1,176,005
TOTAL EQUITY AND LIABILITIES	<u>12,234,921</u>	<u>11,899,585</u>

PEDAL POWER ASSOCIATION**STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2021**

	2021	2020
	R	R
REVENUE	2,248,602	4,096,449
Subscriptions received	969,669	3,085,455
CTCT Income	205,542	0
PPA Trust	583,633	585,895
Finance income	220,259	395,957
Profit on sale of property, plant and equipment	0	4,827
Net rental income	247,864	0
Other non-turnover items	21,635	24,315
OPERATING COSTS	2,953,226	4,743,768
OPERATING SURPLUS/(DEFICIT)	(704,624)	(647,319)
EVENT EXPENSES/(SURPLUS)	(147,826)	359,551
PROJECT FUNDING EXPENSES/(SURPLUS)	(365,272)	698,006
NET SURPLUS/(SHORTFALL)	(191,526)	(1,704,876)

PEDAL POWER ASSOCIATION**OPERATING EXPENSE LISTING FOR THE YEAR ENDED 30 JUNE 2021**

	2021	2020
	R	R
AGM Expenses	58,417	25,808
Audit Fees	119,610	116,803
Bank charges	19,877	25,535
Computer Expenses	69,392	140,196
Copier service fee	1,411	5,744
Credit Card Commission	124,547	199,847
Depreciation	93,524	108,224
Electricity	16,272	42,586
Finance cost	19,746	0
Garden	10,299	4,200
Groceries	927	12,642
Honoraria	0	45,000
Insurance	47,116	49,215
Legal Fees	18,823	26,621
Marketing	79,713	221,117
Motor Vehicles Expense	49,890	160,383
Municipal Costs	140,799	145,687
Postage, printing and stationery	11,375	16,845
PPA Bloemfontein Office	11,885	10,322
Recruitment Fees	0	0
Refreshments & Catering	3,805	20,548
Repairs & Maintenance	44,779	79,472
Salaries	1,961,331	3,215,336
Security	5,611	5,041
Staff Training	1,996	3,890
Subscriptions	971	912
Telephone	41,110	61,794
Tenant installation costs	0	0
OPERATING COSTS	2,953,226	4,743,768
	0	0

PEDAL POWER ASSOCIATION
EVENTS EXPENDITURE FOR THE YEAR ENDED 30 JUNE 2021

	2021	2020
	R	R
Killarney training	(22,074)	(3,924)
Leagues	0	0
Marketing	0	0
PPA Events	(125,369)	469,088
Supported events	0	(110,726)
Timekeeping - Race administration expenses	(383)	5,113
	<u>(147,826)</u>	<u>359,551</u>
	0	0

PEDAL POWER ASSOCIATION
PROJECT COSTS FOR THE YEAR ENDED 30 JUNE 2021

	2021	2020
	R	R
Bike 4 All	(291,006)	363,223
PPA Cycling Academy	0	157,817
BMX	0	0
Community projects	0	1,949
Commuting	0	0
CSA	0	169,000
Development	0	9,000
Disabled	0	0
Discount to members in respect of 2017 CTCT	0	0
Discretionary fund	2,213	47,049
MTB	0	941
Operational expenses	0	0
Public Open Spaces	0	0
Safe Cycling	(76,479)	(50,973)
	<u>(365,272)</u>	<u>698,006</u>