

TREASURER'S REPORT 1 JULY 2021 to 30 JUNE 2022

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 5 times. At all times a quorum was present.

AUDITED FINANCIAL STATEMENTS

The Audited Annual Financial Statements for the year ended 30 June 2022 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 cost saving measures during the pandemic costs were significantly reduced during the prior year. While maintaining control of expenses the association has returned to full operation and expenses have necessarily increased. The PPA prudently anticipates that the distribution from the Cape Town Cycle Tour Trust will remain depressed in the short and medium term.

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 2022

	2022	2021
	R	R
ASSETS		
NON-CURRENT ASSETS	4 613 046	4 674 748
Property Plant and Equipment	4 613 046	4 674 748
CURRENT ASSETS	6 290 915	7 560 173
Other current assets	307 560	132 458
Trade and other receivables	1 554 524	863 777
Bank	4 428 831	6 563 938
TOTAL ASSETS	<u>10 903 961</u>	<u>12 234 921</u>
EQUITY AND LIABILITIES		
EQUITY	9 771 539	9 640 338
Accumulated surplus	9 771 539	9 640 338
CURRENT LIABILITIES	1 132 422	2 594 583
Trade and other payables	816 440	913 706
Income received in advance	315 982	1 680 877
TOTAL EQUITY AND LIABILITIES	<u>10 903 961</u>	<u>12 234 921</u>

PEDAL POWER ASSOCIATION**STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2022**

	2022	2021
	R	R
REVENUE	4 289 695	2 248 602
Subscriptions received	1 252 306	969 669
CTCT Income	200 000	205 542
DC Income	880 000	0
PPA Trust	583 147	583 633
Finance income	200 196	220 259
Profit on sale of property, plant and equipment	0	0
Net rental income	340 296	247 864
Other non-turnover items	833 750	21 635
OPERATING COSTS	4 791 918	2 953 226
OPERATING SURPLUS/(DEFICIT)	(502 223)	(704 624)
EVENT EXPENSES/(SURPLUS)	(311 893)	(147 826)
PROJECT FUNDING EXPENSES/(SURPLUS)	(321 534)	(365 272)
NET SURPLUS/(SHORTFALL)	131 204	(191 526)

PEDAL POWER ASSOCIATION
OPERATING EXPENSE LISTING FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	R	R
AGM Expenses	19 796	58 417
Audit Fees	117 921	119 610
Bank charges	19 336	19 877
Computer Expenses	30 334	69 392
Copier service fee	5 131	1 411
Credit Card Commission	129 313	124 547
Depreciation	9 379	93 524
Electricity	10 542	16 272
Finance cost	7 497	19 746
Garden	29 109	10 299
Groceries	3 256	927
Honoraria	0	0
Insurance	41 028	47 116
Legal Fees	36 181	18 823
Loss on sale of fixed assets	19 000	0
Marketing	93 174	79 713
Motor Vehicles Expense	65 669	49 890
Municipal Costs	149 937	140 799
Postage, printing and stationery	9 541	11 375
PPA Bloemfontein Office	13 793	11 885
Professional Fees	269 908	0
Refreshments & Catering	5 196	3 805
Repairs & Maintenance	248 424	44 779
Salaries	3 396 016	1 961 331
Security	5 972	5 611
Staff Training	23 896	1 996
Subscriptions	1 026	971
Telephone	31 543	41 110
Tenant installation costs	0	0
OPERATING COSTS	4 791 918	2 953 226
	0	0

PEDAL POWER ASSOCIATION
EVENTS EXPENDITURE FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	R	R
Killarney training	(16 510)	(22 074)
Leagues	0	0
Marketing	0	0
PPA Events	(290 959)	(125 369)
Supported events	(8 329)	0
Timekeeping - Race administration expenses	3 905	(383)
	<u>(311 893)</u>	<u>(147 826)</u>
	0	0

PEDAL POWER ASSOCIATION
PROJECT COSTS FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	R	R
Bike 4 All	(555 918)	(291 006)
PPA Cycling Academy	0	0
BMX	0	0
Community projects	0	0
Commuting	0	0
CSA	370 500	0
Development	0	0
Disabled	0	0
Discount to members in respect of 2017 CTCT	0	0
Discretionary fund	2 415	2 213
MTB	0	0
Operational expenses	0	0
Public Open Spaces	0	0
Safe Cycling	(138 531)	(76 479)
	<u>(321 534)</u>	<u>(365 272)</u>
	0	0