

TREASURER'S REPORT 1 JULY 2017 to 30 JUNE 2018

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 8 times. At all times a quorum was present.

AUDITED FINANCIAL STATEMENTS

The Audited Annual Financial Statements for the year ended 30 June 2018, have not been reproduced in full. Copies are available on request from the PPA Office. The PPA has in the year ended 30 June 2018, continued to build on the program which it started in the 2015 Financial Year to substantially increase its capacity to execute both events and projects and has positioned itself to increase its ability to execute its primary mandate of promoting cycling.

The PPA has a 3-year plan, which focusses on achieving these objectives. The Bike 4 All campaign, the PPA Cycling Academy, and the Safe Cycling campaign are the significant initiatives through which PPA works to promote cycling.

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 2018

	2018 R	2017 R
ASSETS		
NON-CURRENT ASSETS	7,578,390	7,794,410
Property Plant and Equipment	7,578,390	7,794,410
CURRENT ASSETS	5,760,536	4,549,419
Other current assets	384,011	383,544
Trade and other receivables	1,384,750	995,181
Bank	3,991,775	3,170,694
TOTAL ASSETS	<u>13,338,926</u>	<u>12,343,829</u>
EQUITY AND LIABILITIES		
EQUITY	12,432,658	10,732,515
Accumulated surplus	12,432,658	10,732,515
CURRENT LIABILITIES	906,268	1,611,314
Trade and other payables	607,067	800,774
Income received in advance	299,201	810,540
TOTAL EQUITY AND LIABILITIES	<u>13,338,926</u>	<u>12,343,829</u>

**PEDAL POWER ASSOCIATION
STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2018**

	2018 R	2017 R
REVENUE	11,280,984	10,634,527
Subscriptions received	3,931,151	4,022,784
CTCT Income	6,401,269	5,724,711
PPA Trust	556,837	540,547
Finance income	249,269	180,484
Other revenue	142,458	166,001
OPERATING COSTS	5,526,505	5,359,803
OPERATING SURPLUS	5,754,479	5,274,724
EVENT EXPENSES	423,933	1,418,508
PROJECT FUNDING EXPENSES	3,630,393	3,754,360
NET SURPLUS/(SHORTFALL)	1,700,153	101,856

**PEDAL POWER ASSOCIATION
EVENTS EXPENDITURE FOR THE YEAR ENDED 30 JUNE 2018**

	2018 R	2017 R
Funrides	72,189	20,411
Killarney training	-14,229	49,917
Leagues	38,340	73,213
Marketing	185,304	525,342
Marshals	0	28,200
MTB Projects	0	5,680
PPA Events	(169,703)	261,454
Seeding costs	0	20,782
Timekeeping - Race administration expenses	312,032	431,149
Timekeeping - Transponder expenses	0	2,360
	423,933	1,418,508

PEDAL POWER ASSOCIATION**OPERATING EXPENSE LISTING FOR THE YEAR ENDED 30 JUNE 2018**

	2018	2017
	R	R
AGM Expenses	19,087	10,703
Audit Fees	105,800	91,150
Bank charges	38,588	37,192
Computer Expenses	130,427	117,244
Copier service fee	8,215	0
Credit Card Commission	205,593	291,373
Depreciation	218,918	219,109
Electricity	38,149	38,349
Finance cost	5,445	5,823
Garden	17,404	8,600
Groceries	19,158	13,912
Honoraria	42,000	48,000
Insurance	48,741	51,635
Legal Fees	25,779	121,087
Motor Vehicles Expense	97,537	75,803
Municipal Costs	129,417	118,337
Postage, printing and stationery	18,135	20,220
PPA Bloemfontein Office	25,392	104,650
Recruitment Fees	0	0
Refreshments & Catering	26,167	29,933
Repairs & Maintenance	89,935	22,325
Salaries	4,079,596	3,850,144
Security	5,571	16,273
Staff Training	0	0
Subscriptions	2,783	193
Telephone	76,488	67,748
Tenant installation costs	0	0
OPERATING COSTS	5,526,505	5,359,803

PEDAL POWER ASSOCIATION
PROJECT COSTS FOR THE YEAR ENDED 30 JUNE 2018

	2018	2017
	R	R
Bike 4 All	877,094	367,121
PPA Cycling Academy	227,835	240,734
BMX	0	0
Community projects	0	34,265
Commuting	13,082	337,782
CSA	159,186	77,972
Development	143,344	205,340
Disabled	83,016	40,721
Discount to members in respect of 2017	333,816	0
CTCT	63,126	0
Discretionary fund	32,049	383,745
MTB	0	1,527
Operational expenses	63,936	0
Public Open Spaces	1,633,909	2,065,153
Safe Cycling	3,630,393	3,754,360
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	3,630,393	3,754,360