

Treasurer's Report of Financial Year 2021

The 2021 year continued to be impacted by the trends of the last few years, but this was made worse by the continuing impact of COVID on races.

This report should be read in conjunction with the Pegasus Cycling Incorporated Profit & Loss for the year ended 31 December 2021.

Income

Race Income fell again, reflecting the two factors of reduced racing and reduced entries. Race Support to Events (contracting out our expertise (Derrick) and equipment) fell off a cliff as events were cancelled. The demise of the Calder Stewart Elite series had a particular impact on us.

Note that the unusually large entry in Gifts, Donations and Sponsorship for the 2020 year relates to contributions for lost road traffic equipment from Winter Worlds and Papanui Cycling. This was a one-off and masked the fall in support to external events.

Licence Revenue continued to fall as membership declined, continuing the trend of many years.

Expenses

Depreciation increased due to the replacement vehicle which had a higher asset value than the vehicle it replaced but many of the other Expenses items were broadly in line with previous years. Notably, Prizemoney continued to be a good proportion of the Race Income but even if we had stopped paying prize money it would not have halted the slide of the club's finances.

Race Officials was lower due to fewer races, but Vehicle Fuel Expense was higher due to the replacement van being petrol, rather than diesel.

Overall

Total Operating Expenses were significantly lower, but this could not compensate for the fall in Revenue and the club made a loss of \$3500 for the year.

Cash was transferred to the Operating Account to cover Expenses and this has led to slowly depleting Reserves. At the current performance the Club will become insolvent in about three years.

Mark Darvill
Club Treasurer

May 2022