

KENYA RAILWAY GOLF CLUB

HONORARY TREASURER'S REPORT – ANNUAL GENERAL MEETING 2021

It is my privilege to present The Kenya Railway Golf Club's audited accounts for the year ending 31st December 2020. In advance of the AGM, the Financial Statements for the year ended 31st December 2020, and the Financial Estimates for the year to 31st December 2020 have been posted on the Notice Board in the Clubhouse and on the Members' Section of the Club's website. The format of the financial information and the accounting policies are unchanged from previous years. The management committee and the secretariat worked together to distribute the costs fairly between the different cost centers and this allowed the departmental heads and their committees to better understand the financial effect of their sections on the Club.

There was an overall decline in Revenue across all sections of the club with the direct costs less than proportionately moving the same way. The Gross profit for the year 2020 declined by Kshs. 12,592,931 while operating expenses went up by Kshs. 25,031,851, mainly attributed to the writing of Receivables from members, Suspense stock, as well VAT that is not aligned with our filings with the Kenya Revenue Authority. This led to a deficit of Kes 19,341,757 for the year which ultimately reflects on the decline of members funds. On a positive note, we invested Kshs. 8,486,320 in the club house extension, Course equipment, Furniture & Fittings, and Computers. This has greatly enhanced our operations and we will continue to make further investments to ensure that members get value for their money.

2020 was a year of worry for many of us, not least the Management Committee, which has carefully considered the financial ramification of the global pandemic on the Club. Monthly updates at Management Committee have kept everyone in the picture and it has been encouraging to know that as a private members club, we have a consistent level of membership and income from the operations of the Club.

Looking forward there are two areas of the Club's financial activities that we must consider. The first is that Golf, Bar, and Catering continues to be very negatively affected by the global pandemic. Closed from March through August 2020, and then only able to operate in a limited way, the Club lost all the normal Bar & Catering income from Captain's events. Since we are currently in another lockdown, we already know that 2021 may not be a good year as well. What we can do to help, is come back to enjoy the good game of golf and patronize the club as soon as we are allowed and feel safe to do so.

At this AGM, I hope we can reflect with pride on the financial activities of the Club in the last year. We have proved ourselves to be financially resilient in a time of extreme crisis, while at the same time maintained a consistent focus to better the club.

Let me take this opportunity to thank all members, the entire Management Committee and most notably my Assistant Treasurer Ruth Omwansa and Chief Accountant Joseph Waruru for helping me carry out my role since September 2020.

Vincent Ong'era
Honorary Treasurer
Kenya Railways Golf Club