

Valley Pilots Flying Club Inc.
P.O. Box 2242
Martinez, CA 94553

Annual Report 2008-2009
Fiscal Year, April 1, 2009 – March 31, 2010

Officers

President
Board Member
Board Member
Board Member

Carol Early
Vacant
Vacant
Mike Townsend

Treasurer and Manager
Safety Officer
Secretary
Membership Chairman
Maintenance Officer

Steve Kennedy
Jim Duvall/Herbert Cole
Cheryl Summers
Carol Early
John Summers

Valley Pilots Flying Club Inc.
Fiscal Year 2009-2010 Annual Report
Submitted by Steve Kennedy, Treasurer
June 30, 2010

There are several noteworthy items in this year's report. One is that we have an net shortfall of revenue for the year of \$4528. We spent more than we took in. This is obviously not sustainable. The second item of note is that again this year we have not added any money to the overhaul fund for either plane. In fact we took about \$4000 from 05R's overhaul fund to help pay for the new cylinder for 55E. Again, this is not a sustainable course. The third item of note is that our net worth has dropped again this year primarily due to the lower balance in the overhaul fund. The fourth item I'd like to bring to your attention is the number of hours flown by each plane. We flew 05R almost 48 hours, and we flew 55E 52 hours. This totals about 100 hours of flight for the year. This means then that in our calculations of Maintenance cost per hour for each plane we come out with \$89 an hour for 05R and \$105 per hour for 55E. When our rental rates are \$45 and \$65 respectively, it kind of looks out of proportion doesn't it. Lastly, I'd like to point out the number of members. Since 2007 we've had 13 or less members. Our rules state that we will maintain 1 airplane for every 10 members. Right now we are trying to sustain 2 airplanes with 10 dues paying members. This current structure is unsustainable.

We must attract new members if we wish to keep both airplanes. Our rate and dues structure is not sustainable for 2 airplanes and 10 members. We have talked for several years about an active membership drive, but this has been met with little success. At the current rate, we may be able to last another 3 or 4 years, but eventually we will run out of reserves to fall back on. I think this year we may want to consider selling a plane. It's not a popular or easy choice, but one we will have to seriously consider.

Respectfully submitted to the Valley Pilot fly8ing Club Inc. membership
Steve Kennedy Kennedys@pacbell.net

Valley Pilots
Statement of Income and Expense
April 1, 2009 - March 31, 2010

Income						
	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Fixed Charges	\$14,395.00	\$14,820.00	\$14,306.75	\$15,120.00	\$13,920.00	\$12,484.69
5205R Income	\$4,215.50	\$7,434.00	\$4,468.50	\$1,872.00	\$3,397.50	\$2,061.00
7589X Income	\$7,532.00	\$7,265.00	\$907.00	\$0.00		
7255E Income	-	-	\$1,213.00	\$2,710.50	\$2,171.00	\$3,211.00
Membership	\$3,000.00	\$1,050.00	\$500.00	\$1,000.00		\$600.00
Upgrades/Recapitalization	\$1,065.00	\$1,090.00	\$10,055.00	\$0.00		
Interest Income	\$198.76	\$243.96	\$277.98	\$190.95	\$26.49	\$11.36
Misc. Income	\$100.00	\$0.00	\$673.25	\$0.00	\$475.00	
Gross Income	\$30,506.26	\$31,902.96	\$32,401.48	\$20,893.45	\$19,989.99	\$18,368.05
Operating Expenses						
	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
5205R Maintenance	\$4,826.25	\$6,681.92	\$1,941.91	\$5,498.02	\$13,084.30	\$4,242.37
7589X Maintenance	\$6,417.08	\$6,294.86	\$6,618.38	\$0.00	\$0.00	\$0.00
7255E Maintenance			\$774.05	\$8,736.02	\$2,727.67	\$5,489.10
Aircraft Support	\$34.96	\$62.58	\$64.30	\$181.84	\$168.72	\$45.19
Taxes	\$1,099.02	\$1,100.22	\$6,682.49	\$1,767.36	\$1,186.24	\$966.19
Accounting Service	\$1,450.00	\$1,450.00	\$1,450.00	\$1,612.14	\$1,450.00	\$1,450.00
Office - Postage - Scheduling - Bank S/C	\$716.33	\$630.10	\$538.26	\$764.34	\$521.34	\$694.38
Insurance	\$10,467.00	\$10,453.00	\$7,764.43	\$8,085.00	\$7,536.00	\$8,259.00
Tie-Down	\$1,440.00	\$1,440.00	\$1,440.00	\$1,440.00	\$1,320.00	\$1,440.00
Miscellaneous	\$935.76	\$127.42	\$1,596.95	\$13.56	\$1,090.27	\$181.03
Advertisement (Web Site)		\$143.40	\$649.24	\$0.00	\$149.40	\$129.50
Gross Expenses	\$27,386.40	\$28,383.50	\$29,520.01	\$28,098.28	\$29,233.94	\$22,896.76
Net Surplus/Shortfall	\$3,119.86	\$3,519.46	\$2,881.47	(\$7,204.83)	(\$9,243.95)	(\$4,528.71)
Overhaul Savings	\$4,342.00	\$1,399.00	(\$4,833.00)	(\$5,840.80)	\$0.00	(\$3,949.80)
5205R	\$1,158.00	\$1,655.00	\$167.00	\$1,034.80	\$0.00	(\$3,949.80)
7589X - 7255E	\$2,119.00	(\$1,346.00)	(\$5,000.00)	(\$6,875.60)	\$0.00	\$0.00
	\$1,065.00	\$1,090.00	\$0.00	\$0.00	\$0.00	\$0.00
Surplus/Shortfall After Overhaul Savings	(\$1,222.14)	\$2,120.46	\$7,714.47	(\$5,840.80)	\$0.00	(\$3,949.80)

Valley Pilots
Statement of Assets and Liabilities
April 1, 2008 - March 31, 2009

Assets						
	2005	2006	2007	2008	2009	2010
Checking Account	\$5,056.22	\$6,853.81	\$12,006.74	\$12,285.90	\$2,501.55	\$1,149.18
Overhaul Reserve (Savings)	\$35,102.50	\$36,133.50	\$32,483.00	\$22,242.20	\$22,242.20	\$18,292.40
5205R	\$13,020.20	\$14,507.20	\$14,674.20	\$15,709.00	\$15,709.00	\$11,759.20
7255E	\$19,754.80	\$18,408.80	\$13,408.80	\$6,533.20	\$6,533.20	\$6,533.20
Upgrades	\$2,327.50	\$3,217.50	\$4,400.00	\$0.00	\$0.00	\$0.00
Savings Account (other)	\$714.10	\$557.01	\$182.61	\$365.91	\$390.15	\$400.72
Total Bank Accounts	\$40,872.82	\$43,544.32	\$44,672.35	\$34,894.01	\$25,133.90	\$19,842.30
Fixed Assets						
1974 Cessna Skyhawk 5205R	\$49,860.00	\$49,860.00	\$49,860.00	\$49,860.00	\$49,860.00	\$49,860.00
1978 Cessna Skylane RG 7589X	\$95,400.00	\$95,400.00	\$0.00	\$0.00	\$0.00	\$0.00
1959 Cessna Skylane B 7255E			\$65,000.00	\$65,000.00	\$65,000.00	\$65,000.00
Total Fixed Assest	\$145,260.00	\$145,260.00	\$114,860.00	\$114,860.00	\$114,860.00	\$114,860.00
Total Assets	\$186,132.82	\$188,804.32	\$159,532.35	\$149,754.01	\$139,993.90	\$134,702.30

Liabilities and Capital						
Liabilities	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Net Worth (Capitol)	\$186,132.82	\$188,804.32	\$159,532.35	\$149,754.01	\$139,993.90	\$134,702.30
Net Liabilities and Capital	\$186,132.82	\$188,804.32	\$159,532.35	\$149,754.01	\$139,993.90	\$134,702.30

Flight Time Totals by Year						
	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	2009-2010
1974 Cessna 172 N5205R	104.1	165.5	101.3	44.3	78.4	47.7
1959 Cessna 182B N7255E	0	0	18.8	48.6	35.8	52.1
Total Time	104.1	165.5	120.1	92.9	114.2	99.8

Maintenance Cost per Hour						
	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	2009-2010
1974 Cessna 172 N5205R	\$46.36	\$40.37	\$19.17	\$124.11	\$166.89	\$88.94
1959 Cessna 182B N7255E			\$41.17	\$179.75	\$76.19	\$105.36

Engine Hours or Tach Readings as of March 31, 2010	
N5205R 1974 Cessna 172 Skyhawk II Purchased new in September 1974	Air Frame Total Time: 5921.1 Tach Time: 1918.4 Majored at (10/94): 225.6 Time SFOH: 1644.3
N7255E 1959 Cessna 182B Purchase October 27, 2006 4589.9 TT when purchased.	Air Frame Total Time: 4745.2 Tach Time: 2226.7 Majored at (05/97): 2477.5 Time SFOH: 561.4

Total Members at close of Year			
2010 11 Members			
2009	10 Members	2002	17 members
2008	13 Members	2001	16 Members
2007	13 Members	2000	18 members
2006	20 members	1999	21 Members
2005	17 members	1998	20 Members
2004	17 members	1997	14 Members
2003	19 members	1996	15 Members

VALLEY PILOTS FLYING CLUB ROSTER OF MEMBERS							Scheduling: (800) 683-8055 OR			
As of 6-09-10							www.schedulemaster.com			
Status	Last name	First name	Street Address	City	Zip	Home Phone	Work Phone	Cell Phone	Email address:	
1	R/a	Adasiak	Ed	596 Michael Lane	Lafayette	94549	925-962-9192	415-832-4226	510-410-9872	eadasiak@alumni.indiana
	I	Blachman	Al	1133 Willow St.	Martinez	94553	(925) 372-6108			abco9@pacbell.net
1	R/a	Cole	Herbert	2252 Granite CT	Alamo	94507	(925) 831-2910		(415) 533-5030	herbert.cole@sbcglobal.net
1	R/a	Early	Carol	1980 Esperanza Dr	Concord	94519	925-676-7191	925-890-6127		earley@walnutcreekpd.com
1	R/a	Fiene	Gary	6325 Bridgehead Rd # 526	Antioch	95409	(925)757-9628	(925)757-9628		
1	R/a	Humbert	Al	PO Box 2248	Orinda	94563	925-335-9740	925-335-3070		al@metrotelephone.com
1	R/a	Irvine	Shelly	882 Hamilton Dr.	Pleasant Hill	94523	415-717-2409	415-283-427		shelly.irvine@FTIconsulting.com
1	R/a	Kennedy	Steven	222 Augustine Dr.	Martinez	94553	(925) 370-0828	(925)867-7870	(510) 305-7776	kennedys@pacbell.net
1	R/a	Poulléau (Lopez)	Jean-Piere	1700 Las Tampas Rd	Alamo	94507	925-838-6978	925-855-9343		
1	R/a	Summers	John	1672 Clayton Way	Concord	94519	925-681-1407		925-899-4495	jsummers@astound.net
	I	Shreve	Ben	Sterling Aviatin	Concord			925-687-2850	925-212-5780	num1flyboy@gmail.com
1	R/a	Townsend	Michael	326 Chardonnay Circle	Clayton	94517	(925) 672-7989	(925) 686-6700	925-759-5222	mike@forceflow.com
1	A/a	Voie	Michael	882 Hamilton Dr.	Pleasant Hill	94523		650-645-6500	415-902-7332	mike_voie@yahoo.com
11	Totals Active Members									
BOARD OF DIRECTORS			OFFICERS			SCHEDULING ADM.			STATUS CODES	
Carol Early - President			Treasurer: Steve Kennedy			Steve Kennedy			R=Regular	
Michael Townsend			Secretary: Cheryl Summers						A=Associate	
(Vacant)			Maintenance Officer: John Summers						H=Honorary	
(Vacant)			Safety: Jim Duvall						I = Instructor	
Ray Terheyden			Membership: Carol Early						a = Active flyer	
									i = Inactive flyer	
				CHECK PILOTS						
				Al Blachman, CFIA		(925) 372-6108				
				Ben Shreve (CFI,CFII,MEI)		925-212-5780				