

## CROMWELL & DISTRICTS PROMOTION GROUP (INC)

### NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2007

#### 1 **Reporting Entity**

The Cromwell & Districts Promotion Group (Inc) is a Society Incorporated under the Incorporated Societies Act 1908. The financial statements have been prepared according to generally accepted accounting practice.

#### 2 **Measurement Base**

Accounting principles recognised as appropriate for the measurement and reporting of financial performance and position on a historical cost basis have been followed.

Accrual accounting is used to match income and expenditure with the exception of income from members' subscriptions which is accounted for on a cash basis.

#### 3 **Specific Accounting Policies**

The following policies which materially affect the measurement of financial performance and position have been applied:

- Income and expenditure whether of a capital or a revenue nature is stated net of GST.
- The Promotion Group qualifies for the Differential Reporting Exemption as it is not publicly accountable and is not large as defined by the Framework for Differential Reporting. The Promotion Group has taken advantage of the Differential Reporting Exemptions allowing it not to include a statement of cash flows in its financial report.

#### 4 **Changes in Accounting Policies**

There have been no changes in accounting policies.

#### 5 **Grants**

Grants were received and recognised as revenue for the following activities:-

	<b>Pub Charity</b>
Bannockburn Mountain Bike	1,667
Lake Dunstan Cycle Challenge	1,667
Pub to Pub	1,666
Carricktown Crusher	1,666
Cromwell Half Marathon	1,667
Lake Dunstan Triathlon	1,667
Bonza Fireworks	5,000
	<u><b>\$15,000</b></u>

#### 6 **Future Funding**

An application by the Group for a grant of \$90,000 from the Central Otago District Council for the year ending 31 May 2008 has been approved by the Cromwell Community Board on behalf of the Council.

#### 7 **Grants Not Yet Expended Comprise:**

Laptop	2,500
Sports Timer Purchase	<u>3,980</u>
<b>Total Unexpended Grants</b>	<b><u>\$6,480</u></b>

#### 8 **Contingent Liabilities**

There were no contingent liabilities at 31 May 2007.