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**Garland Area Convention and Visitors Bureau**

**Audited Financial Statements**

**For the Year Ended April 30, 2011**

**James D. Camiller**  
**Certified Public Accountant**

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JamesCamillerCPA@yahoo.com

4260 Salling Avenue  
P.O. Box 156  
Lewiston, MI 49756  
Phone: (989) 786-7779  
Fax: (989) 786-7510

**Independent Auditor's Report**

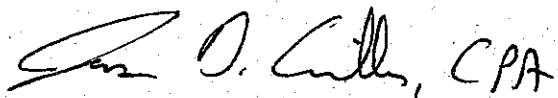
January 10, 2012

Garland Area Convention and Visitors Bureau  
4770 N. Red Oak Road  
Lewiston, MI 49756

I have audited the accompanying statement of financial position of the Garland Area Convention and Visitors Bureau (a nonprofit corporation) as of April 30, 2011 and the related statements of activities, functional expenses and cash flows for the year then ended. These financial statements are the responsibility of the Bureau's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Garland Area Convention and Visitors Bureau as of April 30, 2011, and the changes in net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.



James D. Camiller, CPA

**Garland Area Convention and Visitors Bureau**  
**Statement of Financial Position**  
**April 30, 2011**

**Assets**

Cash	\$ 943
Accounts receivable	<u>6,295</u>
Total assets	<u><u>\$ 7,238</u></u>

**Liabilities and Net Assets**

Net Assets:	
Unrestricted	<u>\$ 7,238</u>
Total liabilities and net assets	<u><u>\$ 7,238</u></u>

**Garland Area Convention and Visitors Bureau  
Statement of Activities  
For The Year Ended April 30, 2011**

<b>Revenues</b>		
Lodging assessment	\$	41,117
<b>Expenditures</b>		
Program service expenditures		
Advertising		43,650
Office supplies		976
Professional fees		6,000
<b>Total expenses</b>		<u>50,626</u>
<b>Change in net assets</b>		(9,509)
<b>Net assets - April 30, 2010</b>		<u>16,747</u>
<b>Net assets - April 30, 2011</b>	<b>\$</b>	<u><u>7,238</u></u>

**Garland Area Convention and Visitors Bureau**  
**Statement of Cash Flows**  
**For The Year Ended April 30, 2011**

Cash Flows From Operating Activities:	
Change in net assets	\$ (9,509)
Adjustments to reconcile change in net assets to net cash from operating activities:	
Decrease in accounts receivable	<u>8,858</u>
Net cash provided by operating activities	<u>8,858</u>
Net decrease in cash	(651)
Cash Balance - April 30, 2010	<u>1,594</u>
Cash Balance - April 30, 2011	<u><u>\$ 943</u></u>

**Garland Area Convention and Visitors Bureau, Inc.**  
**Notes to Financial Statements**  
**For the Year Ended April 30, 2011**

**Note 1 – Nature of Business**

The Garland Area Convention and Visitors Bureau is a Michigan nonprofit corporation, established under State of Michigan Public Act 59 of 1984. The Garland Area Convention and Visitors Bureau collects hotel room assessments from lodging facilities in the Lewiston, MI area and provides marketing and advertising to promote and develop tourism in the area.

**Note 2 – Summary of Significant Accounting Policies**

**Basis of Accounting**

The financial statements of the Garland Area Convention and Visitors Bureau have been prepared on the accrual basis of accounting and accordingly, reflect all significant receivables, payables, and other liabilities.

**Basis of Presentation**

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards Board (SFAS) No. 117, "Financial Statements of Not-for-Profit Organizations". Under SFAS No. 117, Garland Area Convention and Visitors Bureau is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. In addition, the Garland Area Convention and Visitors Bureau is required to present a statement of cash flows.

Garland Area Convention and Visitors Bureau does not have any permanently restricted or temporarily restricted net assets as of April 30, 2011.

**Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Garland Area Convention and Visitors Bureau, Inc.**  
**Notes to Financial Statements**  
**For the Year Ended April 30, 2011**

**Note 2 – Summary of Significant Accounting Policies (Continued)**

**Income Taxes**

The Organization was incorporated with the intent of applying for exemption from federal income tax under Section 501(c)(6) of the Internal Revenue Code. However, the application for exemption has not been made. As a result, the Garland Area Convention and Visitors Bureau is subject to federal corporate taxation.

**Contributions**

Unconditional promises to give are recognized as revenue when the underlying promises are received. Gifts of cash and other assets are reported as temporarily restricted support if they are received with donor stipulation that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. For the year ended April 30, 2011, the Garland Area Convention and Visitors Bureau did not receive any contributions.

**Cash and Cash Equivalents**

For the purpose of the statement of cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

**Materials and Supplies**

Materials and supplies are recorded as expenses when purchased. Inventories of materials and supplies are not considered significant and are not recorded.

**Advertising Expense**

Advertising costs are recorded as expenses when paid or accrued. Advertising expenses for the fiscal year ended April 30, 2011 were \$43,650

**Garland Area Convention and Visitors Bureau, Inc.**  
**Notes to Financial Statements**  
**For the Year Ended April 30, 2011**

**Note 3 – Concentration of Credit Risk**

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of temporary cash investments. The Bureau places its temporary cash investments with financial institutions and limits the amount of credit exposure to any one financial institution. As of April 30, 2011, the Organization had no significant concentrations of credit risk.

**Note 4 – Functional Allocation of Expenses**

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.